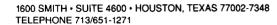
UTAH OIL AND GAS CONSERVATION COMMISSION

									·	
REMARKS	WELL LOG	ELE	CTRIC LOGS	FILE		ER SANDS		ON INSPECTE	D	SUB. REPORT/abd.
96	20731 C	ockrell	to PGE.E	Resource	us el	4.7-1	-92:			
										•
DATE FILED	6-3	3-91								
LAND: FEE & F	PATENTED	STATE L	EASE NO				PUBLIC LEASE NO	UTU-6	5949	INDIAN
DRILLING APPE	ROVED 6-	28-91								
SPUDDED IN:										
COMPLETED:	10-10-9%	A.I.F	PUT TO PRO	DUCING						
INITIAL PRODU	JCTION:	<u></u>								
GRAVITY A.P.I										
GOR:										
PRODUCING Z	ONES								,,,,	
TOTAL DEPTH	1:									
WELL ELEVATI	ion.	· · · · · · · · · · · · · · · · · · ·		^						
DATE ABANDO	ONED: TA	D Poc	Oper ex	F 10-10-	92					
FIELD:	UT	LDCAT	- Open							
UNIT:										
COUNTY:	CA	RBON								
WELL NO		10-2302	2 #1					AP	I NO. 4	43-007-30136
LOCATION			T FROM (N) (S) LIN	Ε,	1804	FEL	FT. FROM (E) (W)		W NE	1/4 - 1/4 SEC. 23
					-					
TWP	RGE.	SEC	OPERATOR				TWP.	RGE.	SEC.	OPERATOR PEEE RESOLUTES CO.
	T		1	-			128	1 9E	23	COCKRELL OIL CORPORATION





May 31, 1991

State of Utah
Department of Natural Resources
Oil, Cas & Mining
355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203

Re: Application for Permit to Drill

1210-2302 Well No. 1 Carbon County, Utah

Gentlemen:

Enclosed please find two copies of the Application for Permit to Drill for the above referenced well in Carbon County, Utah.

If you have any questions regarding the above, please call me at (713) 750-9309.

Very truly yours,

Geologist

BEW:ys Enclosures

DECEMBER 1

JUN 0 3 1991

DIVISION OF OIL GAS & MINING

Form 3160-3 (**Evember 1983) (formerly 9-331C)

UNITED STATES DEPARTMENT OF THE INTERIOR

SUBMIT IN PLICATE*

(Other instructions on reverse side)

Form approved. Budget Bureau No. 1004-0136 Expires August 31, 1985

	DEI MICHIGAN					3. LEASE DESIGNATION	AND SERIAL NO.
	BUREAU OF	LAND MANAGE	EMENT			UTU-65949	
APPLICATION	N FOR PERMIT	O DRILL. D	EEPEN, OR P	LUG B	ACK	6. IF INDIAN, ALLOTTE	
1a. TYPE OF WORK			<u> </u>			Not Applica	ble
DR	ILL 🛛	DEEPEN [PL	UG BAC	K 🗌	7. UNIT AGREEMENT	
b. TYPE OF WELL						Not Applica	
OIL G	VELL OTHER		ZONE	MULTIPE Zone	X X	8. FARM OR LEASE NA	MB
2. NAME OF OPERATOR						1210-2302	
	1 Corporation					9. WELL NO.	
3. ADDRESS OF OPERATOR			_			1	
	Street, Suite 46				3	10. FIELD AND POOL,	OR WILDCAT
4. LOCATION OF WELL (R	teport location clearly and	in accordance with	any State requireme	ents.*)		∼Wildcat oc) [
770' FNL, 1804' FEL (NWANEA) Section 23, T12S, R10E						11. SEC., T., R., M., OR AND SURVEY OR A	BLK. REA
Same As Abo						Section 23,	T12S, R10E
	AND DIRECTION FROM NEA	REST TOWN OR POST	OFFICE*			12. COUNTY OR PARISI	I 13. STATE
` Approximate	ly Ten (10) Mile	es Northeast	of Helper,	Utah	;	Carbon	Utah
15. DISTANCE FROM PROP LOCATION TO NEARES			16. NO. OF ACRES IN	LEASE		F ACRES ASSIGNED	
PROPERTY OR LEASE ! (Also to nearest dr)	LINE, PT.	770'	2560		i	40	
18. DISTANCE FROM PROI	POSED LOCATION® ORILLING, COMPLETED,		19. PROPOSED DEPTH	SPSS	20. ROTA	RY OR CABLE TOOLS	
OR APPLIED FOR, ON TH	IS LEASE, FT.	2666.48'	4400'			Rotary	
21. ELEVATIONS (Show wh	ether DF, RT, GR, etc.)					22. APPROX. DATE W	
7915' GR		*				July 15,	1991
23.		PROPOSED CASIN	G AND CEMENTING	PROGRAM	1		
SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOO	OT SETTING I	DEPTH		QUANTITY OF CEMI	
12-1/4"	8-5/8" WC-50	23.0#	0- 400'		385 sx	Circulated t	o Surface *
7-7/8"	5-1/2" WC-70	17.0#	<u> 0-4400'</u>		395 sx	Cement	
•						RIS GI	RS .

* Cement volumes may change due to hole size. Calculate from Caliper log.

JUN 0 3 1991

DIVISION OF OIL GAS & MINING

EIGHT-POINT RESOURCE PROTECTION PLAN ATTACHED.

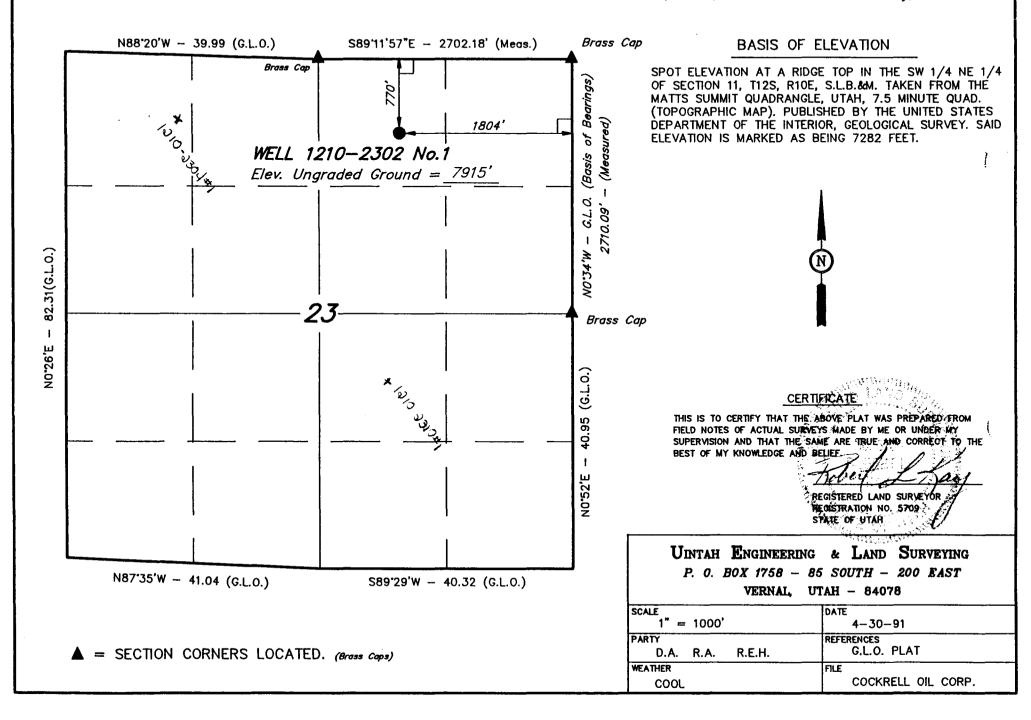
I hereby certify that Cockrell Oil Corporation is authorized by the proper Lease Interest Owners to conduct lease operations associated with this Application for Permit to Drill the 1210-2302 #1, Federal Lease # UTU-65949. Bond coverage pursuant to 43 CFR 3104 for lease activities is being provided by Cockrell Oil Corporation, Statewide Bond # UT-0794, who will be responsible for compliance with all the terms and conditions of that portion of the lease associated with this Application for Permit to Drill.

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive sone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any 24 May 14, 1991 Vice-President SIGNED elfor APPROVED BY THE STATE (This space for Federal or State office use) OF UTAH DIVISION OF PERMIT NO APPROVAL DATE OIL, GAS. AND MINING TITLE CONDITIONS OF APPROVAL, IF ANY

COCKRELL OIL CORP.

Well location, WELL 1210—2302 No.1, located as shown in the NW 1/4 NE 1/4 of Section 23, T12S, R10E, S.L.B.&M. Carbon County, Utah.

T12S, R10E, S.L.B.&M.



COCKRELL OIL CORPORATION Lease #UTU-65949, 1210-2302 #1 NW1NE1, Section 23, T12S, R10E Carbon County, Utah

Drilling Prognosis

1. Estimated Tops of Important Geologic Markers:

Flagstaff	Surface	Blackhawk	3150'
North Horn	50'	Starpoint	3850'
Price River	2350'	Total Depth	4400'
Castlegate	2850'	-	

2. Estimated Depths of Anticipated Water, Oil, Gas or Mineral Formations:

Blackhawk	3150'	Gas	(Primary	Objective)
Starpoint	3850'	Gas	(Primary	Objective)

Any shallow water zones encountered will be adequately protected and reported; none anticipated. All potentially productive hydrocarbon zones will be cemented off.

3. Pressure Control Equipment: (Schematic Attached)

A. Type: 9-10" Double Gate Hydraulic.

The Blow-Out Preventer will be equipped as follows:

- 1. One (1) blind ram (above).
- 2. One (1) pipe ram (below).
- 3. Kill line (2-inch minimum).
- 4. One (1) kill line valve (2-inch minimum).
- 5. One (1) choke line valve.
- 6. Two (2) adjustable chokes.
- 7. Upper kelly cock valve with handle available.
- 8. Safety valve & subs to fit all drill strings in use.
- 9. 2-inch (minimum) choke line.
- 10. Fill-up line above the uppermost preventer.
- B. Pressure Rating: 2000 psi
- C. Testing Procedure:

At a minimum, the BOP, choke manifold, and related equipment will be pressure tested to the approved working pressure of the BOP stack (if isolated from the surface casing by a test plug) or to 70% of the internal yield strength of the surface casing (if the BOP is not isolated from the casing by a test plug).

3. Pressure Control Equipment:

C. Testing Procedure: Continued

Pressure will be maintained for a period of at least ten (10) minutes or until the requirements of the test are met, whichever is longer.

At a minimum, the above pressure test will be performed:

- When the BOP is initially installed;
- 2. Whenever any seal subject to test pressure is broken;
- 3. Following related repairs; and
- 4. At thirty (30) day intervals.

In addition to the above, the pipe and blind rams will be activated each trip, but not more than once each day.

All BOP drills and tests will be recorded in the IADC driller's log.

D. Choke Manifold Equipment:

All choke lines will be straight lines unless turns use tee blocks or are targeted with running tees, and will be anchored to prevent whip and vibration.

E. Accumulator:

The accumulator will have sufficient capacity to close all BOP's and retain 200 psi above precharge. Nitrogen bottles which meet the manufacturer's specifications will be used as the backup to the required independent power source. The accumulator precharge pressure test will be conducted prior to connecting the closing unit to the BOP stack and at least once every six (6) months thereafter. The accumulator pressure will be corrected if the measured precharge pressure is found to be above or below the maximum or minimum limits specified in Onshore Operating Order #2.

F. Miscellaneous Information:

The Blow-Out Preventer and related pressure control equipment will be installed, tested and maintained in compliance with the specifications in and requirements of Onshore Operating Order #2.

3. Pressure Control Equipment:

F. Miscellaneous Information: Continued

The choke manifold and BOP extension rods with hand wheels will be located outside the rig sub-structure. The hydraulic BOP closing unit will be located at least twenty-five (25) feet from the well head but readily accessible to the driller. Exact locations and configurations of the hydraulic BOP closing unit will depend upon the particular rig contracted to drill this hole.

A flare line will be installed after the choke manifold, extending 125 feet (minimum) from the center of the drill hole to a separate flare pit.

4. The Proposed Casing and Cementing Program: (All New)

A. Casing Program:

<u>Hole Size</u>	Casing Size	Wt./Ft.	<u>Grade</u>	<u>Joint</u>	Depth Set
12-1/4"	8-5/8"	23.0#	WC-50		0- 400'
7-7/8"	5-1/2"	17.0#	WC-70		0-4400'

Casing string(s) will be pressure tested to 0.22 psi/foot of casing string length or 1500 psi, whichever is greater (not to exceed 70% of the internal yield strength of the casing), after cementing and prior to drilling out from under the casing shoe.

B. Cementing Program:

Surface Casing : Lead with approximately 25 sx Pozmix "A" as scavenger. Tail with approximately 360 sx Premium cement with 2% CaCl₂ + 0.25 #/sx Flocele, circulated to surface with 100%

excess.

Production Casing : First Stage, 25 sx Silica HiFill as

scavenger followed by 245 sx 50/50 Pozmix with 2% gel, 0.6% Halad 322

+ 0.25 #/sx Flocele.

Production Casing : Second Stage, 100 sx Silica HiFill

cement circulated to surface.

4. The Proposed Casing and Cementing Program:

B. Cementing Program: Continued

A greater amount of cement will be used if necessary to ensure that all potentially productive hydrocarbon zones are cemented off. Fill-up to be determined from logs.

All waiting on cement (WOC) times will be adequate to achieve a minimum of 500 psi compressive strength at the casing shoe prior to drilling out.

5. Mud Program: (Visual Monitoring)

Interval	Type	Weight	Viscosity	Fluid Loss
0- 400'	FW/Gel/Caustic	8.3-8.7	40-45	No Control
400-4400'	FW/Gel/Caustic	8.7-9.1	38-45	10-20 cc's

Sufficient mud material(s) to maintain mud properties, control lost circulation and contain a blowout will be available at the well site during drilling operations.

6. Evaluation Program:

Logs

Dual Induction Guard	:	4400'	-	400'
Spectral Density/Dual Spaced Neutron	:	4400'	-	400'
High Resolution Spectral Density	:	4400'	-	400'
Microlog	:	4400'	-	400'

DST's

None Anticipated.

Cores

None anticipated.

Evaluation Program may change at the discretion of the well-site geologist, with prior approval from the Authorized Officer, Moab District Office, Bureau of Land Management, P.O. Box 970, Moab, Utah 84532-0970.

6. Evaluation Program: Continued

Stimulation

No stimulation or frac treatment has been formulated for this test at this time. The drill site, as approved, will be of sufficient size to accommodate all completion activities.

Whether the well is completed as a dry hole or as a producer, Well Completion and Recompletion Report and Log (Form 3160-4) will be submitted to the Moab District Office not later than thirty (30) days after the completion of the well or after completion of operations being performed, in accordance with 43 CFR 3164.

Two (2) copies of all logs, core descriptions, core analyses, well test data, geologic summaries, sample descriptions, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, will be filed with Form 3160-4. Samples (cuttings, fluids, and/or gases) will be submitted when requested by the District Manager, Moab District Office, Bureau of Land Management.

7. Abnormal Conditions:

No abnormal temperatures or pressures are anticipated. No H_2S has been reported or is known to exist from previous drilling in this area at this depth.

Maximum anticipated bottom hole pressure equals approximately 1,910 psi (calculated at 0.434 psi/foot) and maximum anticipated surface pressure equals approximately 942 psi (anticipated bottom hole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot).

8. Anticipated Starting Dates and Notification of Operations:

A. Anticipated Starting Dates:

Anticipated Commencement Date: July 15, 1991

Drilling Days : Approximately 14 Days Completion Days : Approximately 5 days

B. Notification of Operations:

The spud date will be reported orally to the Moab District Office, Bureau of Land Management <u>WITHIN 48</u> HOURS FOLLOWING SPUDDING, unless otherwise required.

8. Anticipated Starting Dates and Notification of Operations:

B. Notification of Operations: Continued

A follow-up report on Form 3160-5 confirming the date of spud will be promptly submitted to the Moab District Office.

All wells, whether drilling, producing, or abandoned shall be identified in accordance with 43 CFR 3162.6. This requires the name of the operator, the lease number, the well number and the location of the well.

In accordance with Onshore Operating Order #1, this well will be reported on MMS Form 3160-6, "Monthly Report of Operations", starting with the month in which operations commence and continuing each month until the well is physically plugged and abandoned. This report will be filed directly with the Royalty Management Program, Minerals Management Service, P.O. Box 17110, Denver, Colorado 80217.

Spills, blowouts, fires, leaks, accidents, theft, or any other unusual occurrences will be promptly reported to the Moab District Office in accordance with NTL-3A.

No well abandonment operations will be commenced without the prior approval of the District Manager or his authorized representative. In the case of newly-drilled dry holes or failures, and in emergency situations, oral approval will be obtained from the District Petroleum Engineer. A "Notice of Intention to Abandon" (Form 3160-5) will be filed with the District Manager within fifteen (15) days following the granting of oral approval to abandon.

Upon completion of approved plugging, a regulation marker will be erected in accordance with 43 CFR 3162.6 The following information will be permanently placed on the marker with a plate, cap, or beaded-on with a welding torch: "Fed" or "Ind", as applicable; Company Name, Well Name and Number, Location by Quarter/Quarter, Section, Township, Range, and Federal or Indian Lease Number.

A "Subsequent Report of Abandonment" (Form 3160-5) will be submitted within thirty (30) days following the actual plugging of the well bore.

8. Anticipated Starting Dates and Notification of Operations:

B. Notification of Operations: Continued

This report will indicate where plugs were placed and the current status of surface restoration operations. If surface restoration has not been completed at that time, a follow-up report on Form 3160-5 will be filed when all surface restoration work has been completed and the location is considered ready for final inspection.

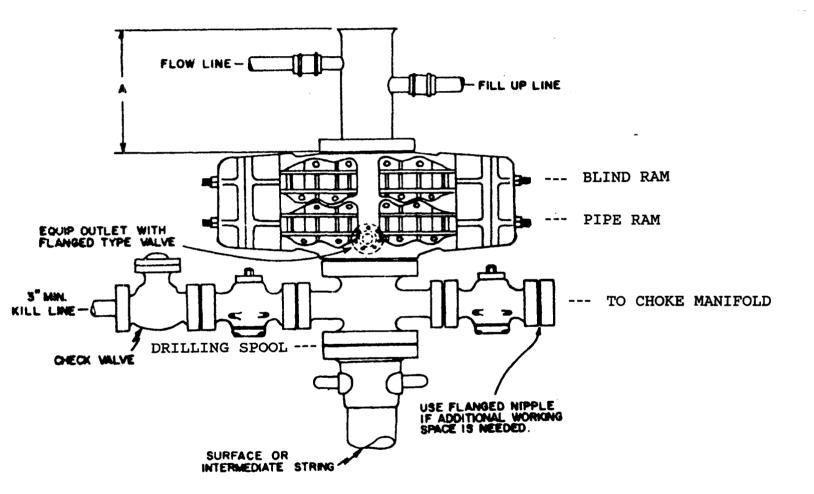
Approval to vent/flare gas during initial well evaluation will be obtained from the Moab District Office. This preliminary approval will not exceed thirty (30) days or fifty (50) MMCF gas. Approval to vent/flare beyond this initial test period will require District Office approval pursuant to the guidelines contained in NTL-4A.

Not later than the 5th business day after any well begins production on which royalty is due anywhere on a lease site or allocated to a lease site, or resumes production in the case of a well which has been off production for more than ninety (90) days, the operator shall notify the Authorized Officer by letter or "Sundry Notice", of the date on which such production has begun or resumed. The notification shall provide as a minimum, the following informational items:

- a. Operator name, address, and telephone number
- b. Well name and number
- c. Well location "1, 1, Section, Township, Range, P.M."
- d. Date well was placed in a producing status
- e. The nature of the wells production, i.e.: crude oil casing gas, or natural gas and entrained liquid hydrocarbons.
- f. The OCS, Federal or Indian lease prefix and number on which the well is located. Otherwise, the non-Federal or non-Indian land category, ie.: state or private.
- g. As appropriate, the communitization agreement number, the unit agreement name, number and participating area name.

COCKRELL OIL CORPORATION
Lease #UTU-65949, 1210-2302 #1
NW1NE1, Section 23, T12S, R10E
Carbon County, Utah

TYPICAL 2,000 psi WORKING PRESSURE BOP STACK



BOP ACTUATING SYSTEM

- 1) Accumulator capacity will supply 1½ times volume necessary to close all BOP equipment units with a minimum pressure of 203 psi above pre-charge pressure.
- Accumulator back up system, supplied by a secondary power source independent of primary power source, will be provided with sufficient capacity to close all blowout preventers.
- 3) Locking devices will be provided on ram type preventers.
- 4) Primary BOP actuating control will be hydraulic and located either in the dog house or on the rig floor. Back up control will be provided by hand-wheel manual operation of BOP.

CHOKE MANIFOLD

All valves & fittings will be rated at 2000# working pressure.

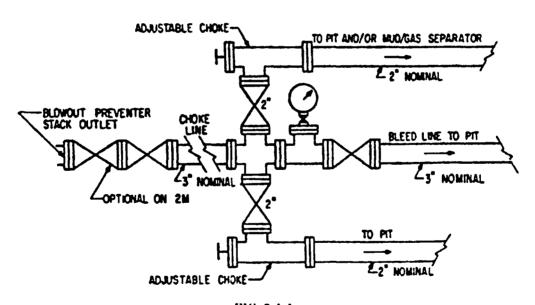


FIG. 3.A.1
TYPICAL CHOKE MANIFOLD ASSEMBLY

COCKRELL OIL CORPORATION Lease #UTU-65949, 1210-2302 #1 NW1NE1, Section 23, T12S, R10E Carbon County, Utah

Multi-Point Surface Use and Operations Plan

- 1. Existing Roads: Refer to Maps "A" and "B" (shown in ORANGE)
 - A. The proposed well site is staked and two 200-foot reference stakes are present.
 - To reach the location from the town of Price, Utah; B. proceed generally north approximately 9.0 miles on U.S. Highway 191, thence generally northeast approximately 7.1 miles on U.S. Highway 191, thence generally east and south approximately 0.8 miles on an existing Carbon County road (crowned & ditched with a gravel surface), thence generally south/southeast approximately 0:5 miles on an existing, upgraded oilfield road (crowned & ditched with a gravel surface), thence generally south approximately 1.0 mile on an existing, upgraded oilfield road (crowned & ditched with a gravel surface), thence generally south/south-east approximately 1.0 mile to the proposed 1210-2404 #1 well location, thence continuing generally south/southwest approximately 0.8 miles to a junction with an existing two-track trail, thence generally northwest approximately 0.7 miles on the existing two-track trail, thence generally northeast approximately 0.4 miles to the proposed 1210-2302 #1 well location.
 - C. Access roads refer to Maps "A" and "B".
 - D. Access roads within a 1 mile radius refer to Map "B".
 - E. The existing roads will be maintained in the same or better condition as existed prior to the commencement of operations and said maintenance will continue until final abandonment and reclamation of the well location.
- 2. Planned Access Roads: Refer to Map "B" (shown in GREEN)

Approximately 2.9 miles of new road construction will be required for access to the proposed 1210-2302 #1 well location.

- A. Width sixteen (16) foot road running surface, flatbladed for both drilling and completion operations.
- B. Maximum grade 10%.
- C. Turnouts turnouts will be constructed on/along the proposed access road route as necessary or required by the Authorized Officer, Bureau of Land Management, in order to provide for the safe passage of traffic.

2. Planned Access Roads: Continued

D. Drainage design - if commercial production is established at the 1210-2302 #1 well location, the access road will be upgraded and maintained as necessary to prevent soil erosion and accommodate year-round traffic.

The access road will be crowned and ditched with water turnouts installed as necessary to provide for proper drainage along the access road route. Road construction will be performed in accordance with roading guidelines contained in the joint BLM/USFS publication: Surface Operating Standards for Oil and Gas Exploration and Development, Third Edition.

E. Culverts, cuts and fills - no culverts will be required for drilling and completion operations.

If commercial production is established at the 1210-2302 #1 well location, water relief culverts (18-inch minimum diameter) will be installed along the access road route as necessary or required to allow for the free flow of water and provide for proper drainage of the access road running surface. These culverts will be installed in accordance with guidelines contained in the joint BLM/USFS publication: Surface Operating Standards for Oil and Gas Exploration and Development, Third Edition.

Cuts and/or fills of approximately three (3) feet are anticipated on/along the proposed access road route.

- F. Surfacing material none required for drilling and completion operations. If commercial production is established at the 1210-2302 #1 well location, surfacing materials for the access road will be purchased from a local contractor having a permitted source of materials in the area, if necessary or required by the private surface owner.
- G. Gates, cattleguards or fence cuts one (1) cattleguard will be required along the proposed access road route in a north/south fenceline situated on the section line between Sections 13 and 14 of Township 12 South, Range 10 East.
- H. The proposed road route has been centerline staked.

3. Location of Existing Wells Within a One-Mile Radius:

A. Water wells - none.

- 3. Location of Existing Wells Within a One-Mile Radius: Cont.
 - B. Abandoned wells none.
 - C. Temporarily abandoned wells none.
 - D Disposal wells none.
 - E. Drilling wells none.
 - F. Producing wells SE\(\frac{1}{4}\)Section 11, T12S, R10E. *

 SE\(\frac{1}{4}\)SW\(\frac{1}{4}\), Section 11, T12S, R10E. *

 SE\(\frac{1}{4}\)NE\(\frac{1}{4}\), Section 14, T12S, R10E. *

 SE\(\frac{1}{4}\)NW\(\frac{1}{4}\), Section 14, T12S, R10E. *

 NW\(\frac{1}{4}\)NE\(\frac{1}{4}\), Section 14, T12S, R10E. *
 - G. Shut-in wells none.
 - H. Injection wells none.
 - I. Monitoring wells none.
 - * These wells have been drilled and are currently on pump to lower water pressures in the coal formation to allow desorption of the methane gas trapped therein.
- 4. Location of Existing and/or Proposed Facilities Owned By Cockrell Oil Corporation Within a One-Mile Radius:
 - A. Existing

 - 2. Production facilities same as Item #4A1, above.
 - Oil gathering lines none.
 - 4. Gas gathering lines none.
 - * Fiberglass holding tanks for produced water.
 - B. New Facilities Contemplated
 - 1. All production facilities will be located on the disturbed portion of the well pad and at a minimum of twenty (20) feet from the toe of the backcut or top of the fill slope.
 - 2. Production facilities will require an area approximately 250' X 125'. A diagram showing the proposed production facility layout will be submitted to the Authorized Officer via Sundry Notice (Form 3160-5) for approval prior to installation.

4. Location of Existing and/or Proposed Facilities Owned By Cockrell Oil Corporation Within a One-Mile Radius:

- B. New Facilities Contemplated Continued
 - 3. Production facilities will be accommodated on the well pad. Construction materials needed for installation of the production facilities will be obtained from the site; any additional materials which may be needed will be purchased from a local supplier as required.

A dike will be constructed completely around any production facilities containing liquid hydrocarbons (i.e., production tanks, produced water tanks and/or heater/treater). These dikes will be constructed of compacted subsoil, be impervious, hold 1.5 times the capacity of the largest tank, and be independent of the back cut.

- 4. All permanent above-the-ground structures, tank batteries, etc. that will remain longer than six months will be painted Carlsbad Canyon (Munsell standard color 2.5Y 6/2). The exception being that Occupation Health and Safety Act Rules and Regulations will be complied with where special safety colors are required.
- C. The production pit will be fenced sheep-tight with woven wire mesh topped with two (2) strands of barbed wire held in place by side posts and wooden corner "H" braces in order to protect livestock and wildlife. Please refer to Item #9E (page #'s 7 & 8) for additional information regarding these fencing specifications.
- D. During drilling and subsequent operations, all equipment and vehicles will be confined to the access road and any additional areas specified in the approved APD.
- E. Reclamation of disturbed areas no longer needed for operations will be accomplished by grading, leveling and seeding as recommended by the private surface owner.

5. Location and Type of Water Supply:

A. Produced water from existing coal bed methane wells owned by Cockrell Oil Corporation will be utilized for drilling operations.

5. Location and Type of Water Supply:

- A. Please refer to Item #4A1 (page #3) for the location of these existing well locations. Fresh water which may be required for drilling and/or completion operations will be obtained from Willow Creek at a point located in the NE½SE½ of Section 10, T12S, R10E. Approval of an Application for Permit to Appropriate Surface Water will be obtained from the office of the Utah State Engineer prior to diversion of any water from Willow Creek.
- B. Water will be transported over existing roads via tank truck from the point of diversion to the proposed 1210-2302 #1 well location. No new road construction will be required on/along the proposed water haul route. No off-lease federal lands will be crossed on/along the proposed water haul route.
- C. No water well will be drilled on this location.

6. Source of Construction Materials:

- A. No construction materials will be needed for well pad construction; surface and subsurface soils will be sufficient. Refer to Item #2F (page #2) for additional information regarding any construction materials which may be required on the access road.
- B. No construction materials will be taken from Federal and/or Indian lands without prior approval from the appropriate Surface Management Agency.
- C. If production is established, any construction materials required for surfacing of the access road and installation of production facilities will be purchased from a local supplier having a previously approved (permitted) source of materials in the area.
- D. No new access roads for construction materials will be required.

7. Methods of Handling Waste Materials:

- A. Cuttings the cuttings will be deposited in the reserve pit.
- B. Drilling fluids including salts and chemicals will be contained in the reserve pit and allowed to evaporate. The reserve pit will be designed to prevent the collection of surface runoff and will be constructed with a minimum of one-half (1/2) the total depth below the original ground level at the lowest point in the pit.

7. Methods of Handling Waste Materials: Continued

- C. Produced fluids hydrocarbons produced during completion operations will be placed in test tanks on the location. Water produced during completion operations will be put into the reserve pit according to the provisions of Onshore Operating Order #7 (formerly NTL-2B). Any spills of potentially hazardous materials will be cleaned up and immediately removed to an approved waste disposal site.
- D. Sewage portable, self-contained chemical toilets will be provided for human waste disposal. The toilet holding tanks will be pumped as necessary, and the contents thereof disposed of at an approved sewage disposal facility.
- E. Garbage and other waste material garbage, trash and other waste materials will be collected in a portable, self-contained and fully-enclosed trash cage during drilling and completion operations. Upon completion of operations (or as needed) the accumulated trash will be disposed of at an authorized sanitary landfill. No trash will be placed in the reserve pit.
- F. Immediately after removal of the drilling rig, all debris and waste materials not contained in the trash cage will be cleaned up and removed from the well location. No adverse materials will be left on the location. Any open pits will be fenced during drilling operations and the fencing will be maintained until such time as the pits are backfilled.

8. Ancillary Facilities:

None anticipated.

9. Wellsite Layout:

- A. Figure #1 shows the drill site layout as staked. Cross sections have been drafted to visualize the planned cuts and fills across the location. A minimum of six (6) inches of topsoil will be stripped from the location (including areas of cut, fill, and/or subsoil storage) and stockpiled for future reclamation of the well site. Refer to Figure #1 for the location of the topsoil stockpiles.
- B. Figure #1 is a diagram showing the rig layout. No permanent living facilities are planned. There will be four trailers on location: one each for the drilling engineer, geologist, mud logger, and toolpusher.

9. Wellsite Layout: Continued

- C. A diagram showing the proposed production facility layout will be submitted to the Authorized Officer via Sundry Notice (Form 3160-5) for approval prior to the commencement of installation operations. Please refer to Item #4B2 (page #3) for additional information in this regard.
- D. We do not anticipate the need for a reserve pit liner at this time. However, if porous subsoil materials (i.e., gravel, sand, fractured rock structures, etc.) are encountered during the course of reserve pit construction, an impervious liner will be installed in order to prevent drilling water loss through seepage.

10. Plans for Reclamation of the Surface:

- A. Backfilling, leveling and re-contouring are planned as soon as the reserve pit has dried. All waste materials will be disposed of immediately upon termination of drilling and completion activities. If production is established, the unneeded areas of the location will be reclaimed as soon as the reserve pit has dried. For production, the fill slopes will be reduced from a 1.5:1 slope to a 3:1 slope and the cut slopes will be reduced from a 2:1 slope to a 3:1 slope by pushing the fill material back up into the cut.
- B. Upon completion of backfilling, leveling and recontouring, all disturbed surfaces (including the access road and well pad areas) will be scarified (ripped) and the stockpiled topsoil will be evenly spread over the reclaimed area(s). The seedbed will be prepared by disking on the contour to an approximate depth of four (4) to six (6) inches, leaving no depressions that would trap water or form ponds.
- C. All disturbed surfaces (including the access road and well pad areas) will be reseeded using a seed mixture to be recommended by the private surface owner. Seed will be drilled on the contour (or at right angles to the prevailing wind on level areas) with the seed drill set at a depth of one-half (1/2) inch. Fall seeding will be completed after September 1 and prior to ground frost. Spring seeding, to be effective, will be completed after the frost has left the ground and prior to June 1.
- D. Three sides of the reserve pit will be fenced during drilling operations and the fourth side will be fenced immediately upon rig removal.

10. Plans for Reclamation of the Surface: Continued

- D. Said fencing will consist of woven wire mesh with two (2) top strands of barbed wire held in place with side posts and wooden corner "H" braces in order to protect livestock and wildlife.
- E. If any oil is on the pits and is not immediately removed after operations cease, the pit containing the oil or other adverse substance(s) will be flagged overhead or covered with wire mesh in order to protect migrating shorebirds and waterfowl.
- F. Reclamation operations will begin after the drilling rig has been removed. Removal of oil or other adverse substances will begin immediately or the affected area(s) will be flagged and/or fenced. Other clean-up will be done as needed. Re-seeding activities are considered best in the Fall, 1992, unless requested otherwise.

11. Surface Ownership:

That portion of the proposed access road route situated in Section 14, T12S, R10E is located on private surface estate owned by:

Shimmin Trust c/o Funnon Shimmin 1551 East North Coal Creek Road Wellington, Utah 84542 Phone: (801) 637-3412

I hereby certify that Cockrell Oil Corporation has reached an agreement with the Shimmin Trust as to the requirements for the protection of surface resources and reclamation of disturbed areas and/or damages in lieu thereof.

That portion of the proposed access road route located in Sections 13, 23 and 24, T12S, R10E and including the proposed well location are situated on private surface estate owned by:

Mathis Land Company c/o William Dale Mathis 1252 South Fairgrounds Road Price, Utah 84501 Phone: (801) 637-3768

11. Surface Ownership: Continued

I hereby certify that Cockrell Oil Corporation will enter into "good faith" negotiations with Mathis Land Company in an attempt to reach an equitable agreement with said party as to the requirements for the protection of surface resources and reclamation of disturbed areas and/or damages in lieu thereof. In the event an equitable agreement can not be reached with Mathis Land Company, Cockrell Oil Corporation will comply with the provisions of the law and/or applicable regulations governing the Federal or Indian right of re-entry to the surface (43 CFR 3814).

Date

Robert M. Anderson/Authorized Agent

12. Other Information:

A. General Description of the Project Area: The project area is situated in east central Utah in an area locally known as Emma Park. This area is classified as a "high plains steppe" (cold desert) and is bounded by the Roan Cliffs to the north, the Book Cliffs to the south, Price Canyon to the west, and the Badland Cliffs to the northeast.

The well location is situated in the uplands directly south of Summit Creek, east of Willow Creek, west of Antoine Creek, and north of Deep Canyon. This area is generally characterized by moderately to severely undulating upland areas which are dissected by numerous, dendritically-patterned ephemeral drainages of Willow Creek and the Price River.

This area exhibits a sparse to moderate vegetation density which is typical of semi-arid areas at elevations above 7,000 feet. Local flora consists of western wheatgrass, mountain brome, prairie junegrass, threadleaf sedge, prickly pear cactus, sagebrush, rabbitbrush, snakeweed, and serviceberry at the lower elevations with oakbrush, mountain mahogany, aspen, juniper, fir and pine trees at the higher elevations and on protected slopes. Local fauna consists of elk, mule deer, antelope, coyotes, rabbits, raptors, and various smaller vertebrate and invertebrate species.

12. Other Information:

A. General Description of the Project Area: Continued

There are no known threatened or endangered species (currently listed) that would be potentially impacted by construction, drilling and/or production operations on the proposed 1210-2302 #1 well location.

- B. Surface Use Activities: The primary surface use is for grazing.
- C. Proximity of Water, Occupied Dwellings, Archaeological, Historical or Cultural Sites:
 - 1. The closest source of permanent water is Willow Creek, located approximately two (2) miles to the west.
 - 2. The closest occupied dwellings are located in the town of Helper, located approximately ten (10) miles to the southwest.
 - 3. If historic or archaeological materials are uncovered, Cockrell Oil Corporation will suspend all operations that might further disturb such materials and immediately contact the Authorized Officer.

Within five (5) working days the Authorized Officer will inform Cockrell Oil Corporation as to:

- whether the materials appear eligible for the National Register of Historic Places;
- the mitigation measures the operator will likely have to undertake before the site can be used (assuming in situ preservation is not necessary); and
- a time frame for the Authorized Officer to complete an expedited review under 36 CFR 800.11 to confirm, through the State Historic Preservation Officer, that the findings of the Authorized Officer are correct and that mitigation is appropriate.

12. Other Information:

- C. Proximity of Water, Occupied Dwellings, Archaeological, Historical or Cultural Sites: Continued
 - 3. If Cockrell Oil Corporation wishes, at any time, to relocate activities to avoid the expense of mitigation and/or the delays associated with this process, the Authorized Officer will assume responsibility for whatever recordation and stabilization of the exposed materials may be required. Otherwise, Cockrell Oil Corporation will be responsible for mitigation costs.

The Authorized Officer will provide technical and procedural guidelines for the conduct of mitigation. Upon verification from the Authorized Officer that the required mitigation has been completed, Cockrell Oil Corporation will then be allowed to resume construction.

13. Lessee's or Operator's Representative and Certification:

Representative

Cockrell Oil Corporation Feldor Hollenshead, Vice President/Drilling & Production 1600 Smith Street, Suite 4600 Houston, Texas 77002-7348 Phone: (713) 651-1271

Heitzman Drill-Site Services*
Dale Heitzman and/or Robert M. Anderson
P.O. Drawer 3579
Casper, Wyoming 82602
Phone: (307) 266-4840

* Contact for any additional information which may be required for approval of this Application for Permit to Drill.

Certification

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil & Gas Orders, the approved plan of operations, and any applicable Notice to Lessees.

13. Lessee's or Operator's Representative and Certification:

Certification

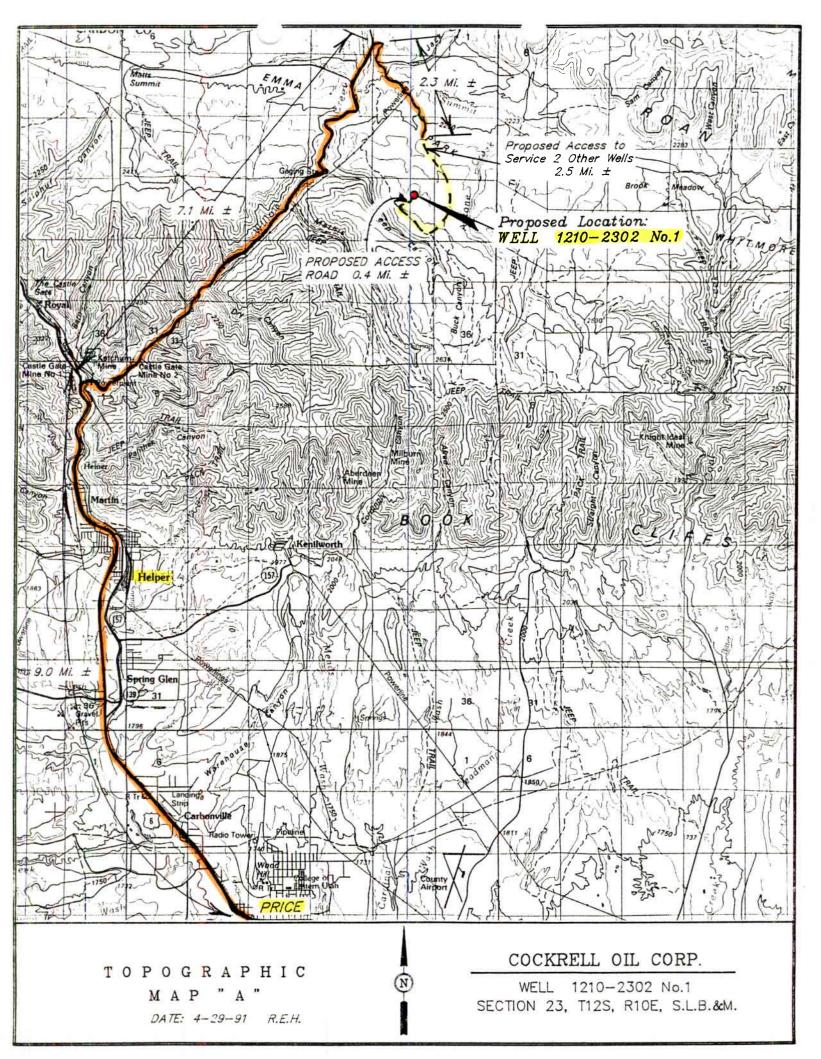
Cockrell Oil Corporation will be fully responsible for the actions of their subcontractors. A copy of these conditions will be furnished to the field representative(s) to ensure compliance.

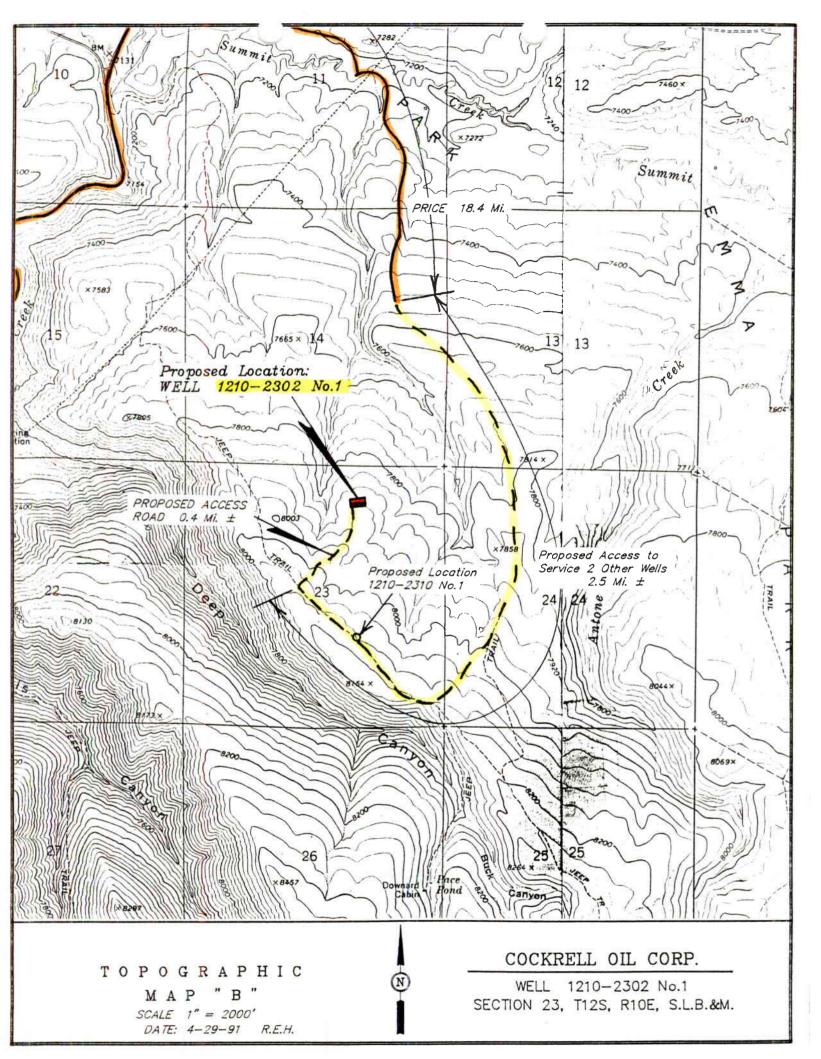
The dirt contractor will be provided with a copy of the Surface Use Plan from the approved Application for Permit to Drill.

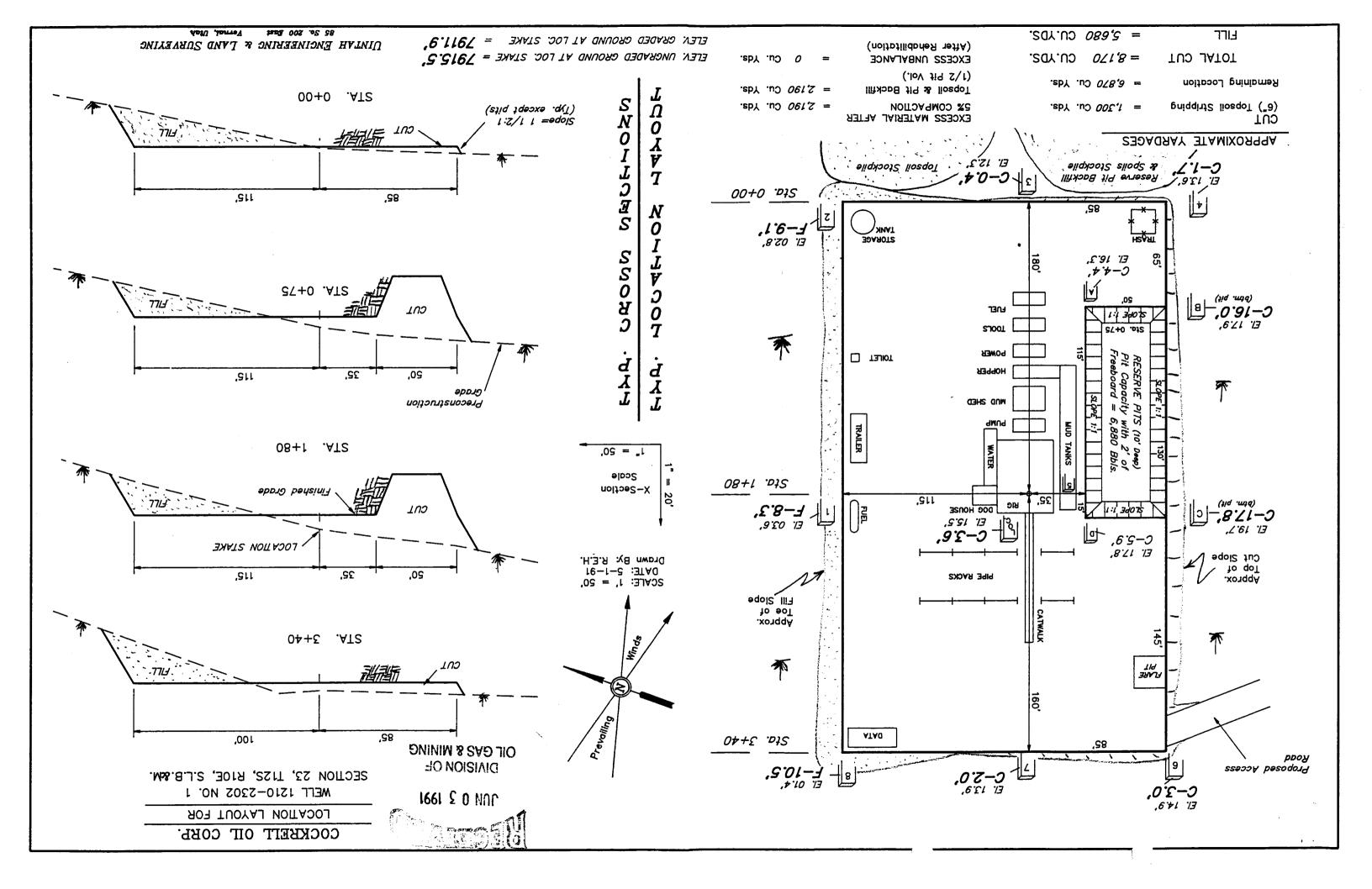
I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access road route; that I am familiar with the conditions which currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by Cockrell Oil Corporation, their contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provisions of 18 U.S.C. 1001 for the filing of a false statement.

17 May 1991

Robert M. Anderson/Authorized Agent







STATE ACTIONS

Mail to: RDCC Coordinator 116 State Capitol Salt Lake City, Utah 84114

1.	ADMINISTERING STATE AGENCY OIL, GAS AND MINING 355 West North Temple 3 Triad Center, Suite 350	2.		PLICATION ned by Sta		
	Salt Lake City, Utah 84180-1203	3.		ATE DATE P July 15, 1		L START:
4.	AREAWIDE CLEARING HOUSE(s) RECEIVING (to be sent out by agency in block 1 Southeastern Utah Association of Gove	ST/) erni	ATE ACTION	NS:		
5.	TYPE OF ACTION: /_/ Lease /X/ Perm /_/ Land Sale /_/					uisition
6.	TITLE OF PROPOSED ACTION: Application for Permit to Drill			· · · · · · · · · · · · · · · · · · ·		;
7.	DESCRIPTION: Cockrell Oil Corporation proposes to federal lease U-65949, Carbon County RDCC for consideration of resource i Bureau of Land Management is the prima must issue approval before operations	, U ssu ry	tah. Thi es affect administr	s action i ing state	s being pr interests	resented to The U.S
8.	LAND AFFECTED (site location map requively NW/4, NE/4, Section 23, Township 12					unty, Utah
9.	HAS THE LOCAL GOVERNMENT(s) BEEN CON	TAC	TED?			
10.	POSSIBLE SIGNIFICANT IMPACTS LIKELY See Attachment	ΤΟ (OCCUR:		-	
11.	NAME AND PHONE NUMBER OF DISTRICT RESITE, IF APPLICABLE:	PRE	SENTATIVE	FROM YOUR	AGENCY NI	EAR PROJECT
12.	FOR FURTHER INFORMATION, CONTACT:	13	. SIGNA OFFICI	TURE AND AL	TITLE OF	AUTHORIZED
	Frank R. Matthews PHONE: 538-5340		DATE:	6-10-91	Petrole	um Engineer

WOI187

OPERATOR COCKULL O.1. COLD N-1035 DATE 10 010 91
WELL NAME 1010 - 0:300 # 1
SEC NWHE N3 T 105 R 10E COUNTY COUNTY
43.007.30136 API NUMBER TYPE OF LEASE
CHECK OFF:
PLAT BOND NEAREST WELL
LEASE FIELD POTASH OR OIL SHALE
PROCESSING COMMENTS:
water Primit
RDCC 6-10-9+
APPROVAL LETTER:
SPACING: R615-2-3 NA R515-3-2
CAUSE NO. & DATE R615-3-3
STIPULATIONS:
1- water Primit

Governor

Dee C. Hansen
Executive Director

Dianne R. Nielson, Ph.D.
Division Director

355 West North Temple 3 Triad Center, Suite 350 Salt Lake City, Utah 84180-1203 801-538-5340

June 28, 1991

Cockrell Oil Corporation 1600 Smith Street, Suite 4600 Houston, Texas 77002-7348

Gentlemen:

Re: 1210-2302 #1 Well, 770 feet from the North line, 1804 feet from the East line, NW NE, Section 23, Township 12 South, Range 10 East, Carbon County, Utah

Approval to drill the referenced well is hereby granted in accordance with Utah Admin. R.615-3-2, subject to the following stipulation:

1. Prior to commencement of drilling, receipt by the Division of evidence providing assurance of an adequate and approved supply of water as required by Utah Code Ann. Section 73-3, Appropriation.

In addition, the following actions are necessary to fully comply with this approval:

- 1. Spudding notification within 24 hours after drilling operations commence.
- 2. Submittal of Entity Action Form 6, within five working days following spudding and whenever a change in operations or interests necessitates an entity status change.
- 3. Submittal of the Report of Water Encountered During Drilling, Form 7.
- 4. Prompt notification in the event it is necessary to plug and abandon the well. Notify R. J. Firth, Associate Director, (Office) (80l) 538-5340, (Home) 571-6068, or J. L. Thompson, Lead Inspector, (Home) 298-9318.
- 5. Compliance with the requirements of Utah Admin. R.6l5-3-20, Gas Flaring or Venting.

Page 2 Cockrell Oil Corporation 1210-2302 #1 June 28, 1991

- 6. Prior to commencement of the proposed drilling operations, plans for facilities for disposal of sanitary wastes at the drill site shall be submitted to the local health department. These drilling operations and any subsequent well operations must be conducted in accordance with applicable state and local health department regulations. A list of local health departments and copies of applicable regulations are available from the Division of Environmental Health, Bureau of Drinking Water/Sanitation, telephone (80I) 538-6159.
- 7. This approval shall expire one (1) year after date of issuance unless substantial and continuous operation is underway or an application for an extension is made prior to the approval expiration date.

The API number assigned to this well is 43-007-30136.

Sincerely,

Associate Director, Oil & Gas

tas Enclosures

cc: Bureau of Land Management

J. L.. Thompson

we14/1-30

SOUTHEASTERN UTAH ASSOCIATION OF LOCAL GOVERNMENTS

P. O. Drawer 1100 Price, Utah 84501 . Telephone 637-5444

WILLIAM D. HOWELL Executive Director

AREAWIDE CLEARINGHOUSE A-95 REVIEW

NOI Preapp App State Plan State Action	on \nearrow Subdivision _ (ASP # $\frac{6-612-6,7}{10,11,12,13}$,
Other (indicate)	SAI Number UT 910611-020 to 080
Applicant (Address, Phone Number): Oil, Gas and Mining 355 West North Temple 3 Triad Center, Suite 350 Salt Lake City, Utah 84180-1203	Federal Funds: Requested: COCKRELL OIL COMPANY WELL NO. 1210-2302 #1 Sec. 23, T. 12S, R. 10E API NO. 43-007-30136
Title:	
APPLICATIONS FOR PERMIT TO DRILL	
 ☑ No comment ☐ See comments below ☐ No action taken because of insufficient information ☐ Please send your formal application to us for review. 	Your attendance is requested □
The applicant should forward any written review comments to comments should be forwarded to the State Clearinghouse and Comments.	

REGIONAL CLEARINGHOUSE

r Form 3150-3 (November 1983) (formerly 9-331C)

7-7/8"

UNITED STATES DEPARTMENT OF THE INTERIOR

UBMIT IN PLICATE*
(Other instructions on reverse side) SUBMIT IN

Form approved. Budget Bureau No. 1004-0136 Expires August 31, 1985

	DLIARIMER	. 0				3. LEASE DESIGNATION	AND BERIAL NO.
	BUREAU OF	LAND MANAG	SEMENT			UTU-65949	
APPLICATIO	ON FOR PERMIT	TO DRILL, D	DEEPEN, OR F	PLUG BA	ACK	6. IF INDIAN, ALLOTTI	
1a. TYPE OF WORK						Not Applica	
D	RILL 🛛	DEEPEN [☐ PL	UG BAC	< □	7. UNIT AGREEMENT	
b. TYPE OF WELL			SINGLE [MULTIPL		Not Applica	
WELL	WELL OTHER		ZONE	ZONE	· [X]	8. FARM OR LEASE NA	MB
2. NAME OF OPERATOR						1210-2302	
	il Corporation			 		9. WELL NO.	
3. ADDRESS OF OPERATO						<u> </u>	
	Street, Suite 4					10. FIELD AND POOL,	OR WILDCAT
4. LOCATION OF WELL At SURFACE	(Report location clearly and	l in accordance wit	h any State requirem	ents.*)		Wildcat	
	1804' FEL (NWANE:	1) Section	23, T12S, R10	E		11. SEC., T., R., M., OB AND SURVEY OR	BLK. Area
Same As Ab		D.	-007-20	136		Section 23,	
	B AND DIRECTION FROM NEA					12. COUNTY OR PARIS	
` Approximat	ely Ten (10) Mile	es Northeas	t of Helper,	Utah	1	Carbon	Utah
15. DISTANCE FROM PRO LOCATION TO NEAR			16. NO. OF ACRES IN	LEASE		F ACRES ASSIGNED	
PROPERTY OR LEASI		770'	2560			40	
18. DISTANCE FROM PE			19. PROPOSED DEPTH		20. ROTAL	T OR CABLE TOOLS	
OR APPLIED FOR, ON	DRILLING, COMPLETED, THIS LEASE, FT.	2666.48'	4400'			Rotary	
21. ELEVATIONS (Show v	whether DF, RT, GR, etc.)		<u> </u>			22. APPROX. DATE W	ORE WILL START*
7915' GR						July 15,	1991
23.		PROPOSED CASI	NG AND CEMENTING	G PROGRAM			
SIZE OF HOLE	SIZE OF CASING	WEIGHT PER F	OOT SETTING	DEPTH		QUANTITY OF CEM	
12-1/4"	8-5/8" WC-50	23.0#	0- 400'		385 sx	Circulated t	o Surface *
7-7/8"	5-1/2" WC-70	17.0#		,	395 sx	Cement	

0-4400'

17.0#



DIVISION OF **OIL GAS & MINING**

SIGNED FOLGON HOLLONS PORT	Vice-President	May 14, 1991
(This space for Federal or State office use)		
APPROVED BY SI A. Lynn Jackson	Assistant District Manager TITLE for Minerals	
FLARING OR VENTING OF GAS IS SUBJECT TO NTI 4-A		

Noted 1/1/80

1800

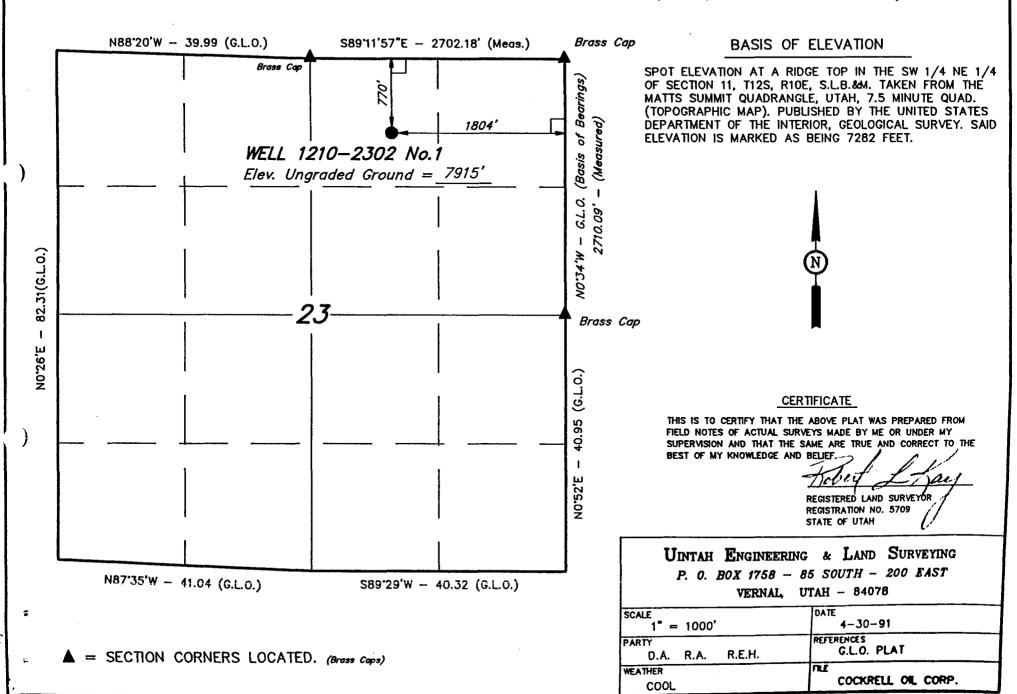
5-1/2" WC-70

*See Instructions On Reverse Side

COCKRELL OIL CORP.

Well location, WELL 1210-2302 No.1, located as shown in the NW 1/4 NE 1/4 of Section 23, T12S. R10E. S.L.B.&M. Carbon County, Utah.

T12S, R10E, S.L.B.&M.



Cockrell Oil Corp.
Well No. 1210-2302 #1
NWNE Sec. 23 , T. 12 S., R. 10 E.
Carbon, County, Utah
Lease U-65949

CONDITIONS OF APPROVAL

Approval of this application does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Be advised that Cockrell Oil Corp., is considered to be the operator of the above well and is responsible under the terms and conditions of the lease for the operations conducted on the leased lands.

Bond coverage for this well is provided by UTØ794 (Principal - Cockrell Oil Corporation) via surety consent as provided for in 43 CFR 3104.3.

This office will hold the aforementioned operator and bond liable until the provisions of 43 CFR 3106.7-2 continuing responsibility are met.

This permit will be valid for a period of one year from the date of approval. A one-time, 90 day extension of this period may be granted. After permit termination, a new application must be filed for approval.

All lease operations will be conducted in full compliance with applicable regulations (43 CFR 3100), Onshore Oil and Gas Orders, lease terms, notices to lessees, and the approved plan of operations. The operator is fully responsible for the actions of his subcontractors. A copy of these conditions and the approved plan will be made available to field representatives to insure compliance.

A. DRILLING PROGRAM

There will be no deviation from the proposed drilling and/or workover program without prior approval from the Assistant District Manager. "Sundry Notice and Report on Wells" (Form 3160-5) will be filed for approval for all changes of plans and other operations in accordance with 43 CFR 3162.3-2. Safe drilling and operating practices must be observed.

Daily drilling and completion progress reports shall be submitted to the District office on a weekly basis.

Surface casing shall be set in a competent zone of the North Horn Formation, and shall be equipped with a centralizer on each of the bottom three joints.

The BLM shall be kept apprised of all fluids entering or leaving the pit, through either weekly drilling reports or a final status report, submitted with the completion report. Either of which shall be submitted prior to reclamation of the pits.

No trivalent or hexavalent chromate additives shall be used in the mud system. Due to potential for contamination of usable quality water aquifers, chromates are banned from Federal leases.

A cement bond log (CBL) shall be run on both casing strings on the first federal well drilled within this project. Depending on the results, CBLs may be required to be run on the remaining federal wells. This log shall be promptly submitted to the BLM, District Office following logging operations.

BOP systems will be consistent with API RP 53 and Onshore Oil and Gas Order No. 2. Pressure tests of the surface casing and all BOP equipment potentially subject to pressure will be conducted before drilling the surface casing shoe. Blowout preventer controls will be installed prior to drilling the surface casing plug and will remain in use until the well is completed or abandoned. Ram preventers shall be inspected and operated each trip (no more than once a day is necessary), and annular preventers shall be inspected and operated weekly to ensure good mechanical working order. These inspections shall be recorded on the daily drilling report.

Operations authorized by this permit shall not be suspended for more than 30 days without prior approval of the Authorized Officer. All conditions of this approval shall be applicable during any operations conducted with a replacement rig.

When the completion program is determined, a sundry notice describing the completion shall be submitted to this office for approval.

Should the well become productive, the BLM, District Office must be notified no later than five business days after production begins. Notification shall be by letter or sundry notice, or orally to be followed by a letter or sundry notice.

Gas produced from this well may not be vented or flared beyond an initial authorized test period of 30 days or 50 Mmcf following its completion, whichever comes first, without prior written approval of the Authorized Officer.

CONDITIONS OF APPROVAL

Application for Permit to Drill

EA LOG No: UT-066-91-21

Lease No. UTU-65949 & UTU-65948

Project: Seven Well Exploration Program

Location: Carbon County, Utah

Applicant: Cockrell Oil Corporation

Address: Houston, Texas BLM Office: Moab District Telephone: 801-259-6111

I. Access Conditions

- 1. Existing roads and trails will be upgraded only to allow for adequate drainage measures. Any damage caused to roads during the project will be repaired.
- 2. Prior to construction of the new access road, an on-site analysis will be conducted to flag the exact route and establish design criteria. The route will be located as identified under proposed action in the EA.
- 3. Design criteria will be established to meet requirements of BLM's class III road system. Any road will have a maximum travel surface of 18 feet. Total disturbed width will be limited to 25 feet. (Copy of class three road standards is attached.)
- 4. The Price River Resource Area Manager will be notified at least 48 hours prior to any surface disturbing activities associated with access road and drill pad construction.
- 5. Dust control on all portions of the route will be required during project construction and during well drilling and may be necessary later if the project reaches economic production.
- 6. During inclement weather when activity could result in deep rutting of the roads (6 inches or more), or excessive disturbance of the right-of-way, a stop work order may be verbally issued by the Area Manager with a follow-up written order. An authorization to resume work will be required.
- 7. Flow measurements are to be taken at the head of each produced water discharge line and at each junction and/or discharge point, whether for surface or underground discharge. These will be recorded every 72 hours or more often when necessary, and this data summarized and reported monthly to BLM-PRRA. Any incidence of flow data discrepancy is to be reported to the State Division of Environmental Health and the Price River Resource Area within 48 hours, and resolved within 12 hours of discovery.

- 8. Summarized results of all analyses of produced water will be sent to the Price River Resource Area, preferably on a monthly basis initially. This is to include baseline data already gathered.
- 9. Plans will be formulated for long term monitoring of aquifers and springs in the area of proposed development to assess any cumulative impacts that may trigger the need for an Environmental Impact Statement.
- 10. There will be no deviation from the proposed drilling and/or workover program without prior approval from the Assistant District Manager for Minerals. Safe drilling and operating practice must be utilized at all times. All wells, whether drilling, producing, suspended, or abandoned and/or separate facilities, will be identified in accordance with 43CFR 3162.6.
- 11. "Sundry Notice and Report on Wells" (form 3160-5) will be filed for approval for all changes of plans and other operations in accordance with 43CFR 3162.6.
- 12. The dirt contractor will be provided with an approved copy of the surface use plan.
- 13. This permit will be valid for a period of one year from the date of approval. After permit termination, a new application must be filed before approval may be granted for any future operations.

Note: From here each APD should have the well specific wildlife conditions of approval attached.

Also the attached "Resource Roads <u>Survey and Design</u>" should be given to the applicant or deleted from the conditions of approval #3.

NWNE Sec. 23, T. 12 S., R. 10 E.

Well No. 1210-2302

Cockrell Oil Corporation

Lease Status: Federal (U-65949)

Surface Ownership: Private

Proposed Development: Well Pad, 2.1 mi. new access road, .8 mi. new access road.

Lease Stipulations:

1. High Country Watershed

Wildlife Issues:

Mule deer and elk summer range

Proposed access crosses winter range mule

deer and elk

Sage grouse nesting/brood rearing habitat

MFP Requirements:
Offsite mitigation requirement

No surface disturbance from

11-1 to 5-15

No surface disturbance within 1/2 mile during nesting period

Wildlife Conditions of Approval

- 1. In order to protect retail hawk nesting, winter mule deer and elk; exploration, drilling and other development activity will be allowed only during the period from 7-15 through 11-1.
- 2. No surface occupancy or other surface disturbance within 330 feet of the center line of perenial streams or within 660 feet of springs.
- 3. Shift proposed access route away from crest of ridge in T. 12 S., R. 10 E., Sec. 23 SESE to increase screening from redtail hawk nest.
- 4. Allow no construction on access road in T. 12 S., R. 10 E., Sec. 23 SESE until after nesting period for Redtail nest (March 1 through July 15).
- 5. Participate in development and implementation of an offsite mitigation plan to minimize long term impacts to wildlife.

B. SURFACE USE PLAN

- 1. The dirt contractor will be provided with an approved copy of the surface use plan of operations before initiating construction.
- 2. All wells, whether drilling, producing, suspended, or abandoned, will be identified in accordance with 43 CFR 3162.6.
- 3. A cultural resource clearance will be required before any construction begins. The operator is responsible for informing all persons in the area who are associated with this project that they will be subject prosecution for knowingly disturbing historic or archaeological sites, or for collecting artifacts. If historic or archaeological materials are uncovered during construction, the operator is to immediately stop work that might further disturb such materials, and contact the authorized officer (AO). Within five (5) working days, the AO will inform the operator as to:
 - whether the materials appear eligible for the National Register of Historic Places:
 - the mitigation measures the operator will likely have to undertake before the site can be used (assuming in situ preservation is not necessary); and,
 - a time frame for the AO to complete an expedited review under 36 CFR 800.11 to confirm, through the State Historic Preservation Officer, that the findings of the AO are correct and that mitigation is appropriate.

If the operator wishes, at any time, to relocate activities to avoid the expense of mitigation and/or the delays associated with this process, the AO will assume responsibility for whatever recordation and stabilization of the exposed materials may be required. Otherwise, the operator will be responsible for mitigation costs. The AO will provide technical and procedural guidelines for the conduct of mitigation. Upon verification from the AO that the required mitigation has been completed, the operator will then be allowed to resume construction.

- 4. The reserve pit shall be located in cut material, with at least 50% of the pit volume being below original ground level. Three sides of the reserve pit will be fenced before drilling starts. The fourth side will be fenced as soon as drilling is completed, and shall remain until the pit is dry. As soon a the reserve pit has dried all areas not needed for production will be rehabilitated.
- 5. Surface disturbance and vehicular travel will be limited to the approved location and access road. Any additional area needed must be approved by the Area Manager in advance.
- 6. Trash must be contained in a trash cage and hauled away to an approved disposal site as necessary but no later than at the completion of drilling operations.
- 7. If the well is productive, cattle guards will be installed on the access road at fence crossings. The access road will be rehabilitated or brought to Resource (Class III) Road Standards within sixty (60) days of dismantling the drilling rig. If this time frame cannot be met, the Area Manager will be notified so that temporary drainage control can be installed along the access road.
- 8. If a tank battery is constructed on this lease, it will be surrounded by a dike of sufficient capacity to contain 150% of the storage capacity of the largest tank in the battery. All loading lines and valves will be placed inside the berm surrounding the tank battery.
- 9. All permanent (on-site for six (6) months or longer) structures constructed or installed (including oil well pumping units) shall be painted a flat, nonreflective, earth tone color to blend with the local environment, as determined by the Rocky Mountain Five-State Interagency Committee. All facilities shall be painted within six (6) months of installation. Facilities required to comply with the Occupational Safety and Health Act (OSHA) may be excluded. Colors shall be coordinated with the Price River Resource Area office prior to initiating painting.
- 10. All off-lease storage, off-lease measurement. or commingling (on-lease or off-lease) shall have prior written approval from the Assistant District Manager.
- 11. Pipeline construction activity is not authorized under this permit.

- 12. Copies of all water analysis required by the State of Utah in relation to surface discharge of produced water will be submitted to the Moab District Office, Bureau of Land Management.
- 13. Produced waste water will be confined to an unlined pit for a period not to exceed ninety (90) days after initial production. During the ninety (90) day period, an application for approval of a permanent disposal method and location, along with the required water analysis, will be submitted for the Assistant District Manager's approval pursuant to Onshore Oil and Gas Order No. 3 (NTL-2B).
- 14. If at any time the facilities located on public land authorized by the terms of the lease are no longer included in the lease (due to contraction in the unit or other lease or unit boundary change) the BLM will process a change in authorization to the appropriate statute. The authorization will be subject to appropriate rental, or other financial obligation determined by the authorized officer (AO).

C. REQUIRED NOTIFICATIONS AND APPROVALS

Required verbal notifications are summarized in Table 1, attached.

Spud-Written notification in the form of a Sundry Notice (Form 3160-5) will be submitted to the District office within twenty-four (24) hours after spudding (regardless of whether spud was made with a dry hole digger or big rig). If the spudding occurs on a weekend or holiday, the written report will be submitted on the following work day.

<u>Undesirable Events/Immediate Reports- Spills</u>, blowouts, fires, leaks, accidents, or any other unusual occurrences shall be immediately reported to the Resource Area in accordance with requirements of NTL-3A.

<u>Cultural Resources</u>- If cultural resources are discovered during construction, work that might disturb the resources is to stop, and the Area Manager is to be notified.

First Production- Should the well be successfully completed for production, the Assistant District Manager, Minerals Division will be notified when the well is placed in producing status. Such notification may be made by phone, but must be followed by a sundry notice or letter not later than five (5) business days following the date on which the well is placed on production.

A first production conference will be scheduled within fifteen (15) days after receipt of the first production report. The Resource Area Office will coordinate the field conference.

Well Completion Report- Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (Form 3160-4) will be submitted to the District Office not later than thirty (30) days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs, core descriptions, core analyses, well test data, geologic summaries, sample description, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, will be filed with Form 3160-4. Samples (cuttings, fluids, and /or gas) will be submitted when requested by the Assistant District Manager.

Plugging and Abandonment- If the well is completed as a dry hole, plugging instructions must be obtained from the BLM, Moab District Office prior to initiating plugging operations. Table 1 of this document provides the after-hours phone numbers of personnel who are authorized to give plugging instructions.

A "Subsequent Report of Abandonment" (Form 3160-5) will be filed with the Assistant District Manager, Minerals Division within thirty (30) days following completion of the well for abandonment. This report will indicate where plugs were placed and the current status of surface restoration. Upon completion of approved plugging, a regulation marker will be erected in accordance with 43 CFR 3162.6. Final abandonment will not be approved until the surface reclamation work required by the approved APD or approved abandonment notice has been completed to the satisfaction of the Area Manager or his representative, or the appropriate surface managing agency.

<u>Venting/Flaring of Gas- NTL-4A</u> allows venting/flaring of gas during the initial well evaluation period not to exceed 30 days or 50 Mmcf. Venting/flaring beyond the initial test period threshold must be approved by the District Office.

NOTIFICATIONS

Notify	Don Stephens	of the _	Price River	Resource Area,	aı
(801) _	637-4584 for the f	following:			
2	days prior to commenceme	ent of dirt w	ork, constructi	on or reclamation	;
1	day prior to spudding;				
50) feet prior to reaching	surface casi	ng depth;		
3	hours prior to testing o	of BOP's and	surface casing.		
T.C. (1)					

If the person at the above number cannot be reached, then notify Fred Oneyear in the Moab District Office at (801) 259-6111 or at home (801) 259-5937 (If unsuccessful, then notify one of the following people listed below).

Notify the Moab District Office, Branch of Fluid Minerals at (801) 259-6111 for the following:

No well abandonment operations will be commenced without the prior approval of the Assistant District Manager, Minerals Division. In the case of newly drilled dry holes, and in emergency situations, verbal approval can be obtained by calling the following individuals, in the order listed.

Dale Manchester, Petroleum Engineer Office Phone: (801) 259-6111

Home Phone: (801) 259-6239

Eric Jones, Petroleum Engineer Office Phone: (801) 259-6111

Home Phone: (801) 259-2214

If unable to reach the above individuals including weekends, holidays, or after hours please call the following:

Lynn Jackson, Office Phone: (801) 259-6111

Chief, Branch of Fluid Minerals

Home Phone: (801) 259-7990

24 HOURS ADVANCE NOTICE IS REQUIRED FOR ALL ABANDONMENTS

TEMPORARY

HINGEOR WATER IN THE

NOV 1 3 1991 STATE OF UTAH OCT 2 1 19

Fee Rec. 30.00

1991 Receipt # 31932

DIVISION OF PPLICATION TO APPROPRIATE WATER RIGHT GOTT BOLL OF GAS & MINING PROPERTY AND APPROPRIATE WATER RIGHT GOTT BOLL OF THE BOLL OF

For the purpose of acquiring the right to use a portion of the unappropriated water of the State of Utah, application is hereby made to the State Engineer, based upon the following showing of facts, submitted in accordance with the requirements to Title 73, Chapter 3 of the Utah Code Annotated (1953, as amended).

TER RIGHT NO. 91 – 4819	*APPLICATI	ON NO. <u>A</u>	T6570)3
*PRIORITY OF RIGHT: October 21, 1991	*FILING I	DATE:	October 2	21, 1991
OWNER INFORMATION Name(s): Cockrell Oil Corporation Address: 1600 Smith Suite 4600 City: Houston State			:	
Is the land owned by the applicant? Yes NoX	(If "No", please exp	olain in EXI	PLANATORY	section.)
QUANTITY OF WATER: Existing Underground SOURCE: Exploratory Wells	cfs and/or *DRAINAGE:			
which is tributary to	COUNTY:	Carbor	1	
Desired approximate Fly inch essing	1125 ft to 1667	ft door	٦.	
Description of Diverting Works: 5½ inch casing, *COMMON DESCRIPTION: 10 miles NE of H POINT(S) OF REDIVERSION The water will be rediverted from N. 550 ft. & E. 1950 ft. from SW Cor.	elper	Mat	tts Summi	at a point
*COMMON DESCRIPTION: 10 miles NE of H POINT(S) OF REDIVERSION The water will be rediverted from	elper Sec. 11, T12S, R1	Mat	tts Summi	at a point
*COMMON DESCRIPTION: 10 miles NE of H POINT(S) OF REDIVERSION The water will be rediverted from N. 550 ft. & E. 1950 ft. from SW Cor. Description of Diverting Works: Portable pump to	Sec. 11, T12S, R1	Mat	tts Summi	at a point
*COMMON DESCRIPTION: 10 miles NE of H POINT(S) OF REDIVERSION The water will be rediverted from N. 550 ft. & E. 1950 ft. from SW Cor. Description of Diverting Works: Portable pump to POINT(S) OF RETURN The amount of water consumed will be	Sec. 11, T12S, R1 tank truckcfs or	Mat .0E, SLB8	tts Summi	at a point
*COMMON DESCRIPTION: 10 miles NE of H POINT(S) OF REDIVERSION The water will be rediverted from N. 550 ft. & E. 1950 ft. from SW Cor. Description of Diverting Works: Portable pump to	Sec. 11, T12S, R1	Mat .0E, SLB8	tts Summi	at a point ac-ft ac-ft

^{*} These items are to be completed by the Division of Water Rights

List any other water rights which will s	applement this application		
NATURE AND PERIOD OF USE			
Irrigation:	From	to	
Stockwatering:	From	to	
Domestic:	From	to	
Municipal:	From	to	
Mining:	From	to	
Power:	From	to	
Other:	From <u>Oct. 5, 1</u>	991 to May 31, 1992	
PURPOSE AND EXTENT OF USE			
Irrigation:	acres Sole supply of		acres.
Stockwatering (number and kind):			
Domestic:	Families and	or	
Municipal (name):			
Mining:	Mining District in the		Mine
	Winning District in the		
Power: Plant name:	Type:	Canacity	
Other (describe): Drilling of co	albed methane wells and	a water disposal well	
Road Construct	ion and Maintenance.	u nater arsposar nerr	-
	Ton and natifications.		
PLACE OF USE			
Legal description of place of use by 40	acre tract(s): See Attachme	<u>nt #2</u>	
EXPLANATORY The following is set forth to define more size if necessary):		plication. (Use additional pages	s of the same
EXPLANATORY The following is set forth to define more size if necessary): Cockrell intends to drill to use the water produced for its produced with methane gates any stream system; but, is	he wells mentioned in At rom the 5 Shimmin Trust s from Mesaverde coals.	plication. (Use additional pages tachment #2 and reque Wells for this purpos This water is not tr s until produced. Co	s of the same Sts permissi e. The wate
EXPLANATORY The following is set forth to define more size if necessary): Cockrell intends to drill to use the water produced fis produced with methane gates any stream system; but, is leased the right for this of Supplemental with Temporary	he wells mentioned in At rom the 5 Shimmin Trust s from Mesaverde coals. confined in the coal bed peration from the owner. Change Application #t91	tachment #2 and reque Wells for this purpos This water is not tr s until produced. Co	s of the same sts permissi e. The wate ibutary to ckrell has
EXPLANATORY The following is set forth to define more size if necessary): Cockrell intends to drill to use the water produced fits produced with methane gatery stream system; but, is leased the right for this of Supplemental with Temporary **********************************	he wells mentioned in At rom the 5 Shimmin Trust s from Mesaverde coals. confined in the coal bed peration from the owner. Change Application #t91 ***********************************	tachment #2 and requewells for this purpos This water is not trust until produced. Compared to the suntil produced. Compared to the suntil produced to the sunti	s of the same sts permissi e. The wate ibutary to ckrell has ******* Itends to become used for the puren assisted in the Water Rights, all licant(s).
EXPLANATORY The following is set forth to define more size if necessary): Cockrell intends to drill to use the water produced for the size produced with methane gas any stream system; but, is aleased the right for this of supplemental with Temporary **********************************	he wells mentioned in At rom the 5 Shimmin Trust s from Mesaverde coals. confined in the coal bed peration from the owner. Change Application #t91 ***********************************	tachment #2 and requewells for this purpos This water is not trust until produced. Compared wells for this purpos This water is not trust until produced. Compared with the second produced with the	s of the same sts permissi e. The wate ibutary to ckrell has ******* tends to become used for the pur- en assisted in the Water Rights, all licant(s). ********* Trojects Man oration or
EXPLANATORY The following is set forth to define more size if necessary): Cockrell intends to drill to use the water produced fits produced with methane gatery stream system; but, is leased the right for this of Supplemental with Temporary **********************************	he wells mentioned in At rom the 5 Shimmin Trust s from Mesaverde coals. confined in the coal bed peration from the owner. Change Application #t91 ***********************************	tachment #2 and requewells for this purpos This water is not trust until produced. Compared to the suntil produced. Compared to the suntil produced to the sunti	s of the same sts permissi e. The wate ibutary to ckrell has ******* tends to become used for the pur- en assisted in the Water Rights, all licant(s). ********* Trojects Man oration or
EXPLANATORY The following is set forth to define more size if necessary): Cockrell intends to drill to use the water produced fits produced with methane gatery stream system; but, is leased the right for this of Supplemental with Temporary **********************************	he wells mentioned in At rom the 5 Shimmin Trust s from Mesaverde coals. confined in the coal bed peration from the owner. Change Application #t91 ***********************************	tachment #2 and requewells for this purpos This water is not trust until produced. Compared wells for this purpos This water is not trust until produced. Compared with the second produced with the	s of the same sts permissi e. The wateributary to ckrell has ******** Itends to become used for the puren assisted in the Water Rights, all licant(s). Aprojects Management of the purent of the p

Attachment to

APPLICATION TO APPROPRIATE WATER

Owner:

Cockrell Oil Corporation 1600 Smith - Suite 4600 Houston, Texas 77002-7348 Phone: (713) 651-1271

Item #4

- 1. Shimmin Trust #1 located 793 feet from the south line and 780 feet from the east line of Sec. 11, T12S, R10E. Drilled to a depth of 4,667 feet with 5-1/2" casing set to total depth.
- 2. Shimmin Trust #2 located 1980 feet from the north line and 800 feet from the east line of Sec. 14, T12S, R10E. Drilled to a depth of 4,650 feet with 5-1/2" casing set to total depth.
- 3. Shimmin Trust #3 located 1980 feet from the north line and 1780 feet from the west line of Sec. 14, T12S, R10E. Drilled to a depth of 4,425 feet with 5-1/2" casing set to total depth.
- 4. Shimmin Trust #4 located 540 feet from the south line and 1900 feet from the west line of Sec. 11, T12S, R10E. Drilled to a depth of 4,631 feet with 5-1/2" casing set to total depth.
- 5. Shimmin Trust #5 located 660 feet from the north line and 2340 feet from the east line of Sec. 14, T12S, R10E. Drilled to a depth of 4,485 feet with 5-1/2" casing set to total depth.

Item #7

Water will be in temporary storage in pits at each well location as shown on the attached plat. Pits have been approved by the Oil and Gas Conservation Commission and vary in size with average size being 1,160 barrels or 48,720 gallons.

Date:

October 1, 1991

Cockrell Oil Corporation

Attachment #2

Temporary Change Application Number t91-91-09 Cockrell Oil Corporation October 8, 1991

Proposed Well Locations
All locations in T12S, R10E, SLB&M:

- 1) 1210-0801: S. 415 ft. & W. 288 ft. from NE Cor. Sec. 8 (NE4NE4) 43-007-30147
 2) 1210-0806: S. 2400 ft. & E. 1769 ft. from NW Cor. Sec. 8 (SE4NW4) 43-327-35147
- 3) 1210-0708: S. 2000 ft. & W. 600 ft. from NE Cor. Sec. 7 (SE4NE4) 49-557-33135
- 4) 1210-0907: S. 2000 ft. & W. 2050 ft. from NE Cor. Sec. 9 (SW4NE4) もつ こうこうこう
- 6) 1210-1204: S. 1100 ft. & E. 1200 ft. from NW Cor. Sec. 12 (NW4NW4)
- 7) 1210-1304: S. 1150 ft. & E. 1200 ft. from NW Cor. Sec. 13 (NW4NW4) 43-007-30009
- 8) 1210-1504: S. 700 ft. & E. 500 ft. from NW Cor. Sec. 15 (NW4NW4) 43-007-3つ:3で
- 10) 1210-1602: S. 700 ft. & W. 1900 ft. from NE Cor. Sec. 16 (NW4NE4) しょうこう
- 11) 1210-2302: S. 800 ft. & W. 1800 ft. from NE Cor. Sec. 23 (NW4NE4) 43-667-30136
- 12) 1210-2310: N. 2000 ft. & W. 1950 ft. from SE Cor. Sec. 23 (NW4SE4) 43-007.30%
- 13) 1210-2404: S. 1150 ft. & E. 1200 ft. from NW Cor. Sec. 24 (NW4NW4) は3-307-30つる
- 14) 1210-2412: N. 2100 ft. & E. 475 ft. from SW Cor. Sec. 24 (NW4SW4) 43-00であるい

STATE ENGINEER'S ENDORSEMENT

WATER RIGHT NUMBER: 91 - 4819

APPLICATION NO. T65703

1. October 21, 1991

Application received by JD.

2. October 23, 1991

Application designated for APPROVAL by MP and KLJ.

3. Comments:

Conditions:

This application is hereby APPROVED, dated November 8, 1991, subject to prior rights and this application will expire on November 8, 1992.

Robert L. Morgan, P.E. State Engineer



1600 SMITH • SUITE 4600 • HOUSTON, TEXAS 77002-7348 TELEPHONE 713/651-1271

June 18, 1992

Utah Department of Natural Resources 355 West North Temple 3 Triad Center Salt Lake City, Utah 84180-1204

Re:

1210-2412 Well #1

1210-2302 Well #1 1210-1504 Well #1

1210–1204 Well #1 1210–0907 Well #1

1210-0708 Well #1

1210-0313 Well #1 Carbon County, Utah REGIALVEOU

'JUH 2 2 1992

DIVISION OF OIL GAS & MINING

Gentlemen:

For your well records, enclosed are two (2) copies each of Sundry Notice Request for APD Extension for the above referenced wells. The original Sundry Notices were sent to the BLM. If you require any additional information, please do not hesitate to contact our office.

Very truly yours,

B. E. Weichman

Special Projects Manager

BEW:Im Enclosures

Form 3160-5 (June 1990)	DEPARTME	ITED STATES NT OF THE INTERIOR LAND MANAGEMENT	FORM APPROVED Budget Burean No. 1004-0135 Expires: March 31, 1093 5. Lesse Dodgamon and Sarial No.
Do not use thi	SUNDRY NOTICES	AND REPORTS ON WELLS rill or to deepen or reentry to a different reservoir. R PERMIT—" for such proposals	UTU-65949 6. H Indian, Allourer or Tribe Name N/A
	SUBMIT	IN TRIPLICATE	7. If Unit or CA, Agreement Designation N/A
1. Type of Well Oil Well X W 2. Name of Operator	ies Veil Other		E. Well Name and No. 1210-2302 Well #1
3. Address and Telepho	Cockrell Oil Corpo	ration	9. APT Well No. 43. 007-30136
4. Location of Well (Fe	1600 Smith, Suite 4	escription)	10. Meld and Pool, or Emissiony Area Wildcat
770' FN	L, 1804! FEL (NW 1	/4 NW 1/4) Sec 23, T12S, R10E	Carbon County, Utah
		s) TO INDICATE NATURE OF NOTICE, REPOR	TT, OR OTHER DATA
	of Submission	TYPE OF ACTION	
	ice of Intent request Report il Abantoneunt Notice	Abendoment Recomplation Plugging Back Casing Rapair Almosing Casing Coher APD Extension	Change of Plans New Construction Non-Rossian Practicing Water Stat-Off Convention to Injection Diagons Water
give subsurface	locations and ancestered and true vertice	I pertheen details, and give pertheen dates, including entirested date of starting all depths for all starting and some pertheen to this work.)* Drilling program delayed pending e	•
·		APPROVED BY THE STATE OF UTAH DIVISION OF OIL, GAS, AND MINING	JUN 2 2 1992 DIVISION OF
14. I hereby certify that to Signod (This space for Federal Approved by Conditions of approve		DATE:	OIL GAS & MINING 6/8/92
	001, makes it a crime for any person b ny mateur within its jurisdiction.	movingly and willfully to make to any department or agency of the United !	Somes any false, ficateless, or fraedulent successors.

Berkshire Lane, Suite 600 S, Texas 75225 Telephone 214/750-3800 FAX 214/750-3883

July 6, 1992

State of Utah
Department of Natural Resources
Division of Oil, Gas and Mining
355 West Temple
3 Triad Center, Suite 350
Salt Lake City, UT 84180-1203



Attn:

Mr. R.J. Firth

Associate Director Oil & Gas

RE: Change of Operator

Castlegate, CBM Project Cockrell Oil Corporation to PG&E Resources Company

Dear Sir:

Please find enclosed for the above referenced subject Sundry Notices; Form 9 (in triplicate) for the following wells located in Carbon County:

STATE

Schimmin Trust No. 1 Schimmin Trust No. 2 Schimmin Trust No. 3 Schimmin Trust No. 4 Schimmin Trust No. 5 1210-1602 No. 1 1210-1609 No. 1

1210-1609 .

FEDERAL

1210-0313 No. 1 No. 1 1210-0708 No. 1 1210-0806 1210-0907 No. 1 No. 1 1210-1204 No. 1 1210-1304 1210-1504 No. 1 1210-2302 No. 1 No. 1 1210-2304 No. 1 1210-2310 1210-2404 No. 1 No. 1 1210-2412

RECEIVED:

DIVISION OF OIL GAS & MINING

Should additional information be required or if questions arise, please contact the undersigned at (214) 750-3988.

Sincerely,

Jim LaFevers

Regulatory Affairs Supervisor

JL/ap

wp51/jl/chgoper.ltr

STATE OF UTAH DEPARTMENT OLATURAL RESOURCES

6. Lease	Designation and Serial Number
	UTU-65949

DIVISION OF OIL, GAS AND MININ	G UTU-65949 7. Indian Allottee or Tribe Name
SUNDRY NOTICES AND REPORTS O	N WELLS
Do not use this form for proposals to drill new wells, deepen existing walls, or to test Use APPLICATION FOR PERMIT— for such propose	
1. Type of Well Oil Gas 然 Other (specify) CBM We	9. Well Name and Number 1210-2302 #1
2. Name of Operator PG&E Resources Company	10. API Well Number 43-007-30136
3. Address of Operator 5950 Berkshire Lane, Suite 600, Dallas, TX 7	4. Telephone Number 11. Field and Pool, or Wildcat 5225 (214) 750-3988 Wildcat
5. Location of Well Footage : 770' FNL & 1804' FEL QQ, Sec. T., R., M. : NW NW Section 23, T-12S, R-10	
12. CHECK APPROPRIATE BOXES TO INDICATE NA NOTICE OF INTENT (Submit in Duplicate)	SUBSEQUENT REPORT (Submit Original Form Only)
Abandonment	Abandonment * New Construction Casing Repair Pull or Alter Casing Change of Plans Shoot or Acidize Conversion to Injection Vent or Flare Fracture Treat Water Shut-Off Other Change of Operator Date of Work Completion
Approximate Date Work Will Start	Report results of Multiple Completions and Recompletions to different reservoir

13. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)

Please be advised PG&E Resources Company has acquired the above named well from Cockrell Oil Corporation, 1600 Smith Street, Suite 4600, Houston, TX 77002-7348 as of July 1, 1992.

Bond coverage for this well will be provided by Bond No. 8063-38-07 and by Bond No. 8057-26-00

TJUL 1 0 1992

DIVISION OF OIL GAS & MINIMO

14. I hereby certify that the foregoing is true and correct

Name & Signature

Jim LaFevers

Title Reg. Affairs Super. Date

Must be accompanied by a cement verification report.

(State Use Only)

PERATO	of Oil, Gas and Mining OR CHANGE HORKSHEET Il documentation received each listed item when com ge of Operator (Well	pleted. Write N/A if it			Routing. 1-iLCR 7-ILCR 2-DTS 5 3-VLC 4-RJF 5-RWM
Desig	nation of Operator	0	perator Name Change	Only	6- ADA
he ope	rator of the well(s) listed below has c	changed (EFFECTIVE	DATE: 7-1-92	>
O (new	JIM LEFE phone (2	KSHIRE LN #600 TX 75225		ress) COCKRELL OI 1600 SMITH HOUSTON, TX phone (713 account no.	STE 4600 77002-7348) 651-1271
'ell(s)	(attach additional page	if needed):			
Name: Name: Name: Name: Name:	##10-2302 #1/DRL FEDERAL #7-9/DRL FEDERAL #4-15/DRL 1210-2412 #1/DRL 1210-0806 #1/DRL STATE #9-16/DRL STATE #2-16/DRL	API: 43-007-30136 API: 43-007-30137 API: 43-007-30138 API: 43-007-30139 API: 43-007-30132 API: 43-007-30132 API: 43-007-30133	Entity: 99999 Sec Entity: 99999 Sec Entity: 11272 Sec Entity: 99999 Sec	23 Twp 12SRng 10E Legard 10E Lega	ease Type: <u>U-65948</u> ease Type: <u>U-65949</u> ease Type: <u>U-65949</u>
PFRΛTΩ	OR CHANGE DOCUMENTAT	ION .			
for 1.	(Rule R615-8-10) S operator (Attach to	undry or other <u>lec</u> this form). * & & Mr. App			
<u>lcf</u> 2.	(Rule R615-8-10) Su (Attach to this form	ndry or other <u>legal</u> n). <i>(Rec'd 7-10-93</i>)	documentation has	been received fro	om <u>new</u> operator
	The Department of Coperating any wells yes, show company f	in Utah. Is comp ile number:	any registered wit 	th the state? (yes	s/no) If
,	comments section of changes should take	Documentation Form f this form. Manag place prior to comp	to this report). Jement review of F Dietion of steps 5	Make note of ederal and Indian through 9 below.	BLM status in well operator
_	Changes have been e listed above. (?-31-92	7) for each well
FCF 6.	Cardex file has bee	n updated for each v	well listed above./	7-31-927	
<u>Let</u> 7.	Well file labels ha	ve been updated for	each well listed a	above. (9-31-92)	
£48.	Changes have been i for distribution to	ncluded on the mont State Lands and the	thly "Operator, Ado e Tax Commission. /	dress, and Account	t Changes" memo
<i>Jo</i> F 9.	A folder has been s placed there for re	set up for the Opera ference during routi	ator Change file, a	and a copy of this of the original d	s page has been ocuments.

ERATOR	CHANGE WORKSHEET (CONTINUED) Ini_l each item when completed. Write N/A item is not applicable.	, ¥
YTITY	REVIEW	
<u>îr</u> 1.	(Rule R615-8-7) Entity assignments have been reviewed for all wells listed above. Form 6, Entity Action Form).	ere of
1/A 2.	State Lands and the Tax Commission have been notified through normal procedures entity changes.	of
OND VE	ERIFICATION (Fee wells only)	
<u>1/4</u> 1.	(Rule R615-3-1) The new operator of any fee lease well listed above has furnishe proper bond.	l a
<u> 1/1</u> 2.	A copy of this form has been placed in the new and former operators' bond files.	
V/H3.	The former operator has requested a release of liability from their bond (yes/no) _ Today's date 19 If yes, division response was made by leterated 19	 . ter
ENSE I	INTEREST OWNER NOTIFICATION RESPONSIBILITY	
<u>(fa</u> 1.	(Rule R615-2-10) The former operator/lessee of any fee lease well listed above has a notified by letter dated 19, of their responsibility to notify person with an interest in such lease of the change of operator. Documentation of notification has been requested.	any
<u>1</u> 2.	Copies of documents have been sent to State Lands for changes involving State leases.	
ILMINO		
Pwi	All attachments to this form have been microfilmed. Date:	<u></u> .
ILING		
<u>4</u> 1.	Copies of all attachments to this form have been filed in each well file.	
	The <u>original</u> of this form and the <u>original</u> attachments have been filed in the Opera Change file.	tor
0 MMEN 1 920'	731 St. Lends / PEEE has a Statewide blanket bond.	
		

E71/34-35

Form 3160-5 (June 1990)

Subsequent Report

Final Abandonment Notice

or representations as to any matter within its jurisdiction

UNITED STATES DEPARTMENT OF THE INTERIOR

BUREAU OF LAND MANAGEMENT

FORM APPROVED Budget Bureau No. 1004-0135 Expires: March 31, 1993

5. Lease Designation and Serial No. UTU-65949

Non-Routine Fracturing

Conversion to Injection Dispose Water

(Note: Report results of multiple completion on Well

Water Shut-Off

SUNDRY NOTICES AND RE	PORTS ON	WELLS
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6. If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. Use "APPLICATION FOR PERMIT—" for such proposals 7. If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE Type of Weil Oil Well Gas Well X Other 8. Well Name and No. CBM Well 1210-2302 #1 Name of Operator 9. API Well No. PG&E Resources Company 43-007-30136 3 Address and Telephone No 10. Field and Pool, or Exploratory Area 5950 Berkshire Lane, Suite 600, Dallas, TX 75225 (214) 750-3988 4 Location of Well (Footage, Sec., T., R., M., or Survey Description) Wildcat 770' FNL & 1804' FEL 11. County or Parish, State NW, NW Section 23, T-12S, R-10E Carbon CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12 TYPE OF ACTION TYPE OF SUBMISSION Notice of Intent Abandonment Change of Plans Recompletion New Construction

Completion or Recompletion Report and Log torm i 13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled. give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

Plugging Back

Casing Repair

Altering Casing Change of Operator

Please be advised PG&E Resources Company has acquired the above named well from Cockrell Oil Corporation, 1600 Smith Street, Suite 4600, Houston, TX 77002-7348 as of July 1, 1992.

Bond Coverage for this well will be provided by Bond No. U-187011.

DIVISION OF OIL GAS & MINING

I hereby certify that the foregoing is true and correct Signed	Title	Regulatory Affairs Supervis	sor Date	7/6/92
Approved by Utilians C. Hunger Conditions of approval, if any:	Title	Assistant District Manager for Minerals	Date	7/27/92
3		COMPANDED TO THE	•	المعالم المنافع المناف

PG&E Resources Company Well No. 1210-2302 #1 NWNW Sec. 23, T. 12 S., R. 10 E. Carbon County, Utah Lease U-65949

CONDITIONS OF APPROVAL

Approval of this application does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Be advised that PG&E Resources Company is considered to be the operator of the above well and is responsible under the terms and conditions of the Tease for the operations conducted on the leased lands.

Bond coverage for this well is provided by WY2554 (Principal - PG&E Resources Company) via surety consent as provided for in 43 CFR 3104.2.

PG&E Resources Company

6688 N. Central Expressway, Suite 1000 Dallas, Texas 75206-3922 T. Jane 214/750-3800 FAX 214/750-3883

September 25, 1992

U.S. Department of the Interior Bureau of Land Management Moab District Office P.O. Box 970 Moab, Utah 84532



Attn: Mr. Bill Stringer

Assistant District Manager

RE: PG&E Resources Company

Castlegate CBM Project Carbon County, Utah

Dear Mr. Stringer:

Please find enclosed Sundry Notices; Form 3160-5 (in triplicate) requesting your office to cancel the approved Application for Permit to Drill (APD) for the following wells within the above referenced project.

Federal	1210-0313	No.1 -
Federal	1210-0708	No.1-
Federal	1210-1204	No.1
Federal	1210-2302	No.1 -
Federal	1210-2304	No.1-
Federal	1210-2404	No.1-
Federal	1210-2412	No.1

PG&E Resources Company currently has no plans to drill these wells at this time. Should you require additional information, please contact me at (214) 750-3988.

Sincerely,

Jim LaFevers Supervisor

Regulatory Affairs

cc: D.W. Moore

Mr. Frank Matthews
Division of Oil, Gas & Mining
3 Triad Center, Ste. 350
Salt Lake City, UT 84180

SEP 3 0 1992

DIVISION OF OIL GAS & MINING

wp51\jl\form3160.ltr

Form 3160-5 (June 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR

FORM APPROVED Budget Bureau No. 1004-0135 Expires: March 31, 1993 **BUREAU OF LAND MANAGEMENT** 5. Lease Designation and Serial No.

UTU-65949

N/A

6. If Indian, Allottee or Tribe Name

SUNDRY NOTICES	AND	REPORTS	ON	WEL	LS.
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Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.

Use "APPLICATION FOR PERMIT —" for such proposals	
SUBMIT IN TRIPLICATE	7. If Unit or CA, Agreement Designation N/A
1. Type of Well Oil Gas X Other CBM Well	8. Well Name and No.
2. Name of Operator PG&E Resources Company	Federal 1210-2302 No. 9. API Well No.
3. Address and Telephone No. 6688 N. Central Expressway, Suite 1000, Dallas, TX 75206-3922	43-007-30136 10. Field and Pool, or Exploratory Area Wildcat
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 770 FNL & 1804 FEL	11. County or Parish, State
NW NW Section 23, T12S-R10E	Carbon
A CHECK ADDRODRIATE ROYAL TO INDICATE NATURE OF NOTICE REPO	NRT OR OTHER DATA

CHECK AFFROFRIATE BOX(S) TO INDICATE NATURE OF NOTICE, TELEVITY, ON OTHER			TOTAL, OR OTHER BATA
	TYPE OF SUBMISSION	TYPE OF ACTION	
	Notice of Intent	Abandonment	Change of Plans
	X Subsequent Report	Recompletion Plugging Back	Non-Routine Fracturing
	Final Abandonment Notice	Casing Repair Altering Casing Cancel APD	Water Shut-Off Conversion to Injection Dispose Water
		Other Califer ALD	(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

PG&E Resources Company requests cancellation of the approved Application for Permit to Drill (APD) for the referenced well.

> DIVISION OF OIL GAS & MINING

4. I hereby certify that the foregoing is true and correct Signed Tavers	Title Regulatory Affairs Supervisor	Date 9/25/92
(This space for Federal or State office use)		
Approved by Conditions of approval, if any:	Title	Date

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

^{13.} Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*



October 7, 1992

Mr. Jim LaFevers PG & E Resources Company 6688 N. Central Expressway, Suite 1000 Dallas, Texas 75206-3922

Dear Mr. LaFevers:

Re: Federal 1210-2302 #1, Sec. 23, T. 12S, R. 10E, Carbon County, Utah,

API No. 43-007-30136

Per your request, approval to drill the above referenced well is hereby rescinded. A new Application for Permit to Drill must be filed with this office for approval, <u>prior</u> to the commencement of any future work on the subject location.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division of Oil, Gas and Mining immediately.

Sincerely,

Don Staley

Administrative Manager

Oil and Gas

DME/Idc

cc: R.J. Firth

Bureau of Land Management - Moab

Well file

WOI139

Moab District P. O. Box 970 Moab, Utah 84532

3162 (U-65949) (U-065)

OCT 27 1992

PG&E Resources Company 6688 N. Central Expressway, Suite 1000 Dallas, Texas 75206-3922

Re: Rescinding Applications for Permit to Drill Well No. Federal 1210-2302 No. 1 43-00

43-007-30136

Federal 1210-2304 No. 1 Federal 1210-2404 No. 1 Federal 1210-2412 No. 1

T. 12 S., R. 10 E. Sec 37

Carbon County, Utah Lease U-65949

Gentlemen:

Please find enclosed Applications for Permit to Drill (APDs) dated October 15, 1990 and May 14, 1991, which are being rescinded upon your request.

Should you intend to drill at these locations at a future date, new applications for permit to drill must be submitted.

If you have any questions, please contact the Branch of Fluid Minerals at (801) 259-6111.

Sincerely,

/S/ WILLIAM C. STRINGER

Assistant District Manager Mineral Resources

Enclosure

1. Applications for Permit to Drill (4)

cc: State of Utah

Division of Oil, Gas and Mining

355 West North Temple

3 Triad Center, Suite 350

Salt Lake City, Utah 84180-1203 (wo/Enclosure) ✓ Price River Resource Area, U-066 (wo/Enclosure)

VButts:vb:10/26/92

BECEIVEU

OCT 2 9 1992

DIVISION OF OIL GAS & MINING